

# KINDER MORGAN

CO<sub>2</sub> COMPANY, L.P.

5-12-05 per J. Johnston

Mr. Troy M. and Shorlene Oliver  
12958 RD. 16  
Cortez, CO. 81321

Troy and Shorlene Oliver,

As per our previous conversation, please be advised that Kinder Morgan CO<sub>2</sub> Co. L.P. plans to enter your property described as SW/4 of Sec 6, T36N. R17W. Montezuma County, Colorado. The purpose of this entry is the drilling of a CO<sub>2</sub> well to be called Moqui 8, building the necessary access road and to add additional Right of Way (ROW) for the connecting flow line. Further discussion will follow for settlement of surface damages and additional ROW's purchase.

Land is described as dry land farm ground.

In accordance with the Colorado Oil and Gas Conservation Commission (COGCC) rule 305, please receive this 30 day intent to drill notice to this effect. Notice starting on this 12<sup>th</sup> day of May, in the year 2005, as the day of this notice being hand delivered to you at your home in Cortez, Colorado. A notice will also be posted at the property mentioned above.

Also in accordance with COGCC rule 305, please receive the following required attachments and additional information for your use:

- 1) A copy of COGCC rule 305 and 306.
- 2) Copy of 'Oil and Gas Well Notification, Consultation and Reclamation Rules'.
- 3) A copy of FAQ's.
- 4) A plat showing planned well site, access road and additional pipe line ROW.
- 5) Operator information as follows; Kinder Morgan CO<sub>2</sub> Co. L.P., 17801 Hwy 491, Cortez, CO. 81321
- 6) Company contact as follows; Bob Clayton, Production supervisor, 970-882-5507 (address same as above)
- 7) Estimated date of beginning operations; 7/1/05 or later.
- 8) Please understand that surface owner has the responsibility for notifying any affected Tenant of the proposed operations.
- 9) A return addressed, postage prepaid envelope to meet rule 306 requirements.

Drilling operations will not begin until all required State and County permits are issued.

No operation will begin until operator makes a reasonable payment to land owner for surface damage, use and additional ROW.

Sincerely,



Bob Clayton  
Production Supervisor  
Kinder Morgan CO<sub>2</sub> Co. L.P.

Cc. COGCC  
Montezuma County Planning  
File at KMCO<sub>2</sub> office