

COMMONWEALTH OF KENTUCKY
DEPARTMENT FOR NATURAL RESOURCES
DIVISION OF OIL AND GAS
300 SOWER BLVD
FRANKFORT, KY 40601
502-573-0147

| |
|--------------------------|
| Official Use Only |
| OP # _____ |
| Bond # _____ |
| Control # _____ |

INDIVIDUAL CASH BOND

KNOW ALL PERSONS BY THESE PRESENTS:

That we _____, as principal authorized to do business in this Commonwealth, are held and firmly bound unto the Commonwealth of Kentucky, Department for Natural Resources, in the sum of \$ _____ lawful money of the United States, for which payment, well and truly made, we jointly and severally bind ourselves, our personal representatives, our heirs, executors, administrators or successors, and assigns.

The conditions of this obligation is such that whereas the above bounden principal proposed to:

Drill Deepen Reopen Convert to Class II Transfer

a well in this Commonwealth known as the (Mineral Owner) _____ Well No. _____ located in _____ County;

Carter Coordinate _____ FNL FEL
Location _____ FSL _____ FWL Section _____ Letter _____ Number _____

under the provisions of KRS Chapters 353 or 349; if the above bounden principal shall comply with the laws of this Commonwealth and the rules, regulations and orders of the Department for Natural Resources, with reference to the proper plugging of said well, and filing with the Department all records required by the Department, in the event that said well does not produce oil, gas or coal bed methane in commercial quantities, ceases to produce oil, gas or coal bed methane in commercial quantities, or ceases to be utilized as a Class II well then this obligation is void; it is agreed that said sum shall be paid to the Commonwealth of Kentucky with check payable to "Kentucky State Treasurer".

The duration of this bond shall be from the time filed with the Department until the Director of the Division of Oil and Gas, upon being satisfied that the owner or operator has plugged the well or transferred the well in accordance with the law and the rules and regulations of the Department, and that all records, fees and pertinent information required by KRS Chapters 353 or 349 and the rules and regulations and orders of the Department have been filed, releases the bond.

If any entity other than a sole proprietorship, signatory must be an officer of the entity or provide power of attorney to execute documents. If a sole proprietorship, signatory must be same or provide power of attorney to execute documents.

IN WITNESS WHEREOF, we have hereunto set our hands and affixed our seals this _____ day of _____, 20_____.

Signature of Operator _____ Title _____

Printed Name _____

Sworn To and Subscribed Before Me This _____ Day of _____, 20_____

My Commission Expires

Notary Public

Director, Division of Oil and Gas

Date