**NOTICE OF INTENT TO CONDUCT GEOTHERMAL RESOURCE EXPLORATION OPERATIONS**

**Applicant(s)**

<table>
<thead>
<tr>
<th>Vulcan Power Company</th>
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<tbody>
<tr>
<td>Address (include zip code)</td>
</tr>
<tr>
<td>345 SW Cyber Drive, Suite 103, Bend, OR 97702</td>
</tr>
</tbody>
</table>

**Operator (name and telephone number) include area code**

<table>
<thead>
<tr>
<th>Vulcan Power Company</th>
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</thead>
<tbody>
<tr>
<td>(541) 317-1984</td>
</tr>
<tr>
<td>Address (include zip code)</td>
</tr>
<tr>
<td>345 SW Cyber Drive, Suite 103, Bend, OR 97702</td>
</tr>
</tbody>
</table>

**Contractor(s)**

<table>
<thead>
<tr>
<th>GSV - USA, Inc</th>
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<tbody>
<tr>
<td>Address (include zip code)</td>
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<tr>
<td>2261 Market Street PMB#643, San Francisco, CA 94114</td>
</tr>
</tbody>
</table>

I hereby apply for authorization to conduct exploration operations pursuant to the provisions of 43 CFR 3209 now or hereafter in force and the following described lands (give description of lands by township, attach map or maps showing lands to be entered or affected):


**Type of operations to be conducted (give brief description).**

Vulcan plans to conduct a magnetotelluric survey at its Patus Geothermal Prospect scheduled at 105 locations (see attached map). Most measurement locations will be by 4WD vehicles or ATV vehicles, although a few locations require access on foot.

**Exploration operations will be conducted during the period (date) from 01/21/2008 to 03/31/2008.**

Upon completion of exploration operations, the undersigned agrees to notify the Authorized Officer that authorized exploration operations have been completed in conformance with the general and special terms and stipulations of the notice.

The undersigned hereby agrees (1) that he will not enter upon the described land until he has been informed in writing whether there are special stipulations applicable to his Notice of Intent, as to either time or method of operation or otherwise, and if there are such stipulations, what those stipulations are, (2) that he will comply with those special stipulations, if any, and (3) that he will not enter upon the described lands until his entry has been approved by the Authorized Officer.

The undersigned agrees to be bound by the terms and conditions of this notice to conduct exploration operations when approved by the Authorized Officer.

4. All vehicles shall be operated at a reasonable rate of speed and, in the operation of vehicles, due care shall be taken to safeguard livestock and wildlife in the vicinity of operations. Existing roads and trails shall be used wherever possible. If new roads and trails are to be constructed, the Authorized Officer must be consulted prior to construction as to location and specifications. Reclamation and/or seeding of new roads and trails shall be made as requested by the Authorized Officer.

5. Upon expiration, conclusion, or abandonment of operations conducted pursuant to this Notice, all equipment shall be removed from the land and the land shall be restored as nearly as practicable to its original condition by such measures as the Authorized Officer may specify. All geophysical holes shall be safely plugged. The Authorized Officer shall be furnished a Notice of Completion of Geothermal Resource Exploration Operations (Form 3206-10) immediately upon cessation of all such operations and shall be further informed of the completion of reclamation work as soon as possible.

6. Location and depth of water sands encountered shall be disclosed to the Authorized Officer.

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Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212 make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious, or fraudulent statements or representations as to any matter within its jurisdiction.

(Continued on page 2)
7. Operator shall contact the Authorized Officer prior to actual entry upon the land in order to be appraised of practices which shall be followed or avoided in the conduct of exploration operations pursuant to the terms of this Notice and applicable regulations. Operator will conduct no operations on the land unless the attached bond is in good standing.

8. Due care shall be exercised to avoid scarring or removal of ground vegetative cover.

9. All operations shall be conducted in such a manner to avoid (a) blocking of any drainage systems; (b) changing the character, or causing the pollution or siltation of rivers, streams, lakes, ponds, waterholes, seeps and springs; and (c) damaging fish and wildlife resources or habitat. Cuts or fills causing any of the above-mentioned problems will be repaired immediately in accordance with specification of the Authorized Officer.

10. Vegetation shall not be disturbed within 300 feet of waters designated by the Authorized Officer, except at approved stream crossings.

11. Surface damage which induces soil movement and/or water pollution shall be subject to corrective action as required by the Authorized Officer.

12. Trails and campsites shall be kept clean. All garbage and foreign debris shall be eliminated as required by the Authorized Officer.

13. Operator shall protect all survey monuments, witness corners, reference monuments, and bearing trees against destruction, obliteration, or damage. He shall, at his expense reestablish destroyed, destroyed, or obliterated monuments and corners, using a licensed surveyor, in accordance with Federal survey procedures. A record of the reestablishment shall be submitted to the Authorized Officer.

14. Operator shall make every reasonable effort to prevent, control, or suppress any fires started by the operator, and to report, as soon as possible, to the Authorized Officer location and size of fires, and assistance needed to suppress such fires. Operator shall inform the Authorized Officer as soon as possible of all fires, regardless of location, noted, or suppressed by independent action.

15. No work shall be done within one-half mile of a developed recreation site without specific written authority from the Authorized Officer. Any travel within one-half mile of a recreation site shall be on existing roads or trails.

16. Use of explosives within one-half mile of designated waters is prohibited unless approved, in writing, by the Authorized Officer.

17. If operations conducted under the provisions of this Notice cause any damage to the surface of the national resource lands, such as, but not limited to, soil erosion, pollution of water, injury or destruction of livestock or wildlife, or littering, operator shall, within 48 hours file with the Authorized Officer a map showing exact location of such damage and a written report containing operator's plans for correcting or minimizing damage, if possible.

18. Violation of, or failure to comply with any of these terms and conditions shall result in immediate shutdown of field operations until deficiency is corrected. Failure to correct deficiency within the time period allowed by the Authorized Officer shall result in forfeiture of bond.

19. The Bureau of Land Management reserves the right to close any area to operators in periods of fire danger or when irreparable damage to natural resources is imminent.

20. Contractor shall be liable for assuring compliance with all terms and conditions of this Notice and all sections of his designated operator, agents, and employees.

21. Where continuation of the operation will result in irreparable damage to the land and other natural resources this Notice will be immediately canceled by the Authorized Officer.

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22. Special Stipulations:

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(Signature of Applicant) 01/15/2008
James Kiss

(Signature of Operator) 01/15/2008
James Kiss

We hereby agree to the special stipulations added and made a part of this Notice to conduct exploration operations.

(Signature of Holder of Notice) 01/15/2008
James Kiss

(Signature of Operator) 01/15/2008
James Kiss

I hereby approve this Notice to conduct exploration operations.

(Signature of Authorized Officer) (Title)

The Paperwork Reduction Act of 1995 requires us to inform you that:
This information is being collected in accordance with 43 CFR 3209.
This information will be used to identify and communicate with the parties involved.
Response to this request is required to obtain a benefit.
BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

Public reporting burden for this form is estimated to average 2 hours per response including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management, (1004-0074), Bureau Information Collection Clearance Officer (WO-630), 1620 L Street, Washington, D.C. 20240.
NOTICE

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this Notice of intent to Conduct Geothermal Resource Exploration Operations.


PRINCIPAL PURPOSE: The information is to be used to process your request for authorization to conduct exploration operations.

ROUTINE USES: (1) The adjudication of the request for authorization to conduct exploration operations. (2) Documentation for public information. (3) Transfer to appropriate Federal agencies when concurrence is required prior to granting a right in National Resource lands or resources. (4)(5) Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions.

EFFECT OF NOT PROVIDING INFORMATION: Disclosure of the information is voluntary. If all the information is not provided, your request for authorization may be denied.

(Form 3200-9, page 3)