Professional Energy Services

9402 Kessler Lane Shawnee Mission, KS 66212 Ph.913.341.7434

GEOLOGICAL REPORT

Operator: EVERGREEN OPERATING CORPORATION

Project: Lancaster D Well Name: Peckman Angus 43-7 S Location: Ap SE SW NE SE 1500' FSL and 800' FEL Sec. 7-T18S-R24E County: Miami State: Kansas All measurements GL: 902' API: 15-121-27795-00-00 Company: Sr. Operations Engineer: Mr. Tom Erwin

Company: Geologist: Mr. Paul Clarke

Professional Energy Services: Geologist: Rich Robba

Drilling Superintendent: Drew Friedrichs Pattersson Logging: Roger Taylor

Drilling Contractor: Layne Christensen Company Geosearch: Mudloggers: Gary Maddox/Nathan Barnes

Commenced: 11/06/03 Completed: 11/07/03

RECEIVED KANSAS CORPORATION COMMISSION

MAR 8 2004

CONSERVATION DIVISION WICHITA, KS

This geological report is prepared for **EVERGREEN OPERATING CORPORATION**. Wellsite geological supervision was conducted from surface to TD. This well was air drilled. ROP, gas curves and sample descriptions from rotary chips are recorded on the mud log and geophysical survey formation tops and coal intersections are listed below. Peckman Angus 43-7 lost hole at 45' due to broken bit, skid rig to 43-7 S.

Peckman Angus 43-7 S

Formation E-Log Tops

Stark Shale:	57'	VShale:	528'
B/Kansas City:	99'	Tebo:	591'
Altamount:	306'	Mississippi:	RELEASEDDV
Summit:	410'	RTD:	
Excello:	432'	LTD:	87EROM
			CONFIDENTIAL

Coal and Coal Shale Intersections E-Log

Name	Depth	Name	Depth	Name	Depth
Mulberry	322.8-324.1	Mulky	433.4-434	Lexington	362-363
Fleming	552.2-553.9			Bevier	511.2-512.1
Mineral	562-563.6			NEIDENTAL	531.6-532.4
Tebo	592.1-593.3		VV	W ILEH E BUKUL	645.9-646.7
Rowe A	734.9-736.8			Drywood	698.7-699.9

Cumulative Net Thickness E-Log

Net Coals(ft) < 1.75 g.cc

Net Coals(ft) < 2.00 g.cc

Net Carbonaceous Shale (ft)