

For KCC Use: 10-26-04  
 Effective Date: 3  
 District # 3  
 SGA?  Yes  No

KANSAS CORPORATION COMMISSION  
 OIL & GAS CONSERVATION DIVISION  
**NOTICE OF INTENT TO DRILL**

Form C-1  
 December 2002  
**Form must be Typed**  
**Form must be Signed**  
**All blanks must be Filled**

Must be approved by KCC five (5) days prior to commencing well

Expected Spud Date November 10, 2004  
 month day year

Spot  East  
 West  
 Nw Sw Sec. 1 Twp. 27 S. R. 17  
1980 feet from  N /  S Line of Section  
740 feet from  E /  W Line of Section  
 Is SECTION  Regular  Irregular?

OPERATOR: License# 32977 ✓  
 Name: Dorado Gas Resources LLC  
 Address: 14550 East Easter Ave., Ste 1000  
 City/State/Zip: Centennial, CO 80112  
 Contact Person: Steven Tedesco  
 Phone: 720-889-0510

(Note: Locate well on the Section Plat on reverse side)  
 County: Neosho  
 Lease Name: Quinn Well #: 12-1-CBM ✓  
 Field Name: Humboldt-Chanute

CONTRACTOR: License# 5786 ✓  
 Name: McGowan Drilling

Is this a Prorated / Spaced Field?  Yes  No  
 Target Formation(s): Mulky, Bevier, Mineral and Riverton Coals  
 Nearest Lease or unit boundary: 740 feet from west and 1980 from south

Well Drilled For: Well Class: Type Equipment:  
 Oil  Enh Rec  Infield  Mud Rotary  
 Gas  Storage  Pool Ext.  Air Rotary  
 C/WO  Disposal  Wildcat  Cable  
 Seismic; # of Holes  Other  
 Other

Ground Surface Elevation: 1005 feet MSL  
 Water well within one-quarter mile:  Yes  No  
 Public water supply well within one mile:  Yes  No  
 Depth to bottom of fresh water: 150+  
 Depth to bottom of usable water: 200+

If OWWO: old well information as follows:  
 Operator: \_\_\_\_\_  
 Well Name: \_\_\_\_\_  
 Original Completion Date: \_\_\_\_\_ Original Total Depth: \_\_\_\_\_

Surface Pipe by Alternate:  1  2  
 Length of Surface Pipe Planned to be set: 20 feet  
 Length of Conductor Pipe required: None  
 Projected Total Depth: 1150'  
 Formation at Total Depth: Mississippian

Directional, Deviated or Horizontal wellbore?  Yes  No  
 If Yes, true vertical depth: \_\_\_\_\_  
 Bottom Hole Location: \_\_\_\_\_  
 KCC DKT #: \_\_\_\_\_

Water Source for Drilling Operations:  
 Well  Farm Pond Other \_\_\_\_\_  
 DWR Permit #: \_\_\_\_\_  
 (Note: Apply for Permit with DWR )  
 Will Cores be taken?  Yes  No  
 If Yes, proposed zone: \_\_\_\_\_

RECEIVED  
 KANSAS CORPORATION COMMISSION  
 JUN 03 2005

CONSERVATION DIVISION  
 WICHITA, KS

**AFFIDAVIT**

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55 et. seq.  
 It is agreed that the following minimum requirements will be met:

1. Notify the appropriate district office **prior** to spudding of well;
2. A copy of the approved notice of intent to drill **shall be** posted on each drilling rig;
3. The minimum amount of surface pipe as specified below **shall be set** by circulating cement to the top; in all cases surface pipe **shall be set** through all unconsolidated materials plus a minimum of 20 feet into the underlying formation.
4. If the well is dry hole, an agreement between the operator and the district office on plug length and placement is necessary **prior to plugging**;
5. The appropriate district office will be notified before well is either plugged or production casing is cemented in;
6. If an ALTERNATE II COMPLETION, production pipe shall be cemented from below any usable water to surface within **120 days** of spud date. Or pursuant to Appendix "B" - Eastern Kansas surface casing order #133,891-C, which applies to the KCC District 3 area, alternate II cementing must be completed within 30 days of the spud date or the well shall be plugged. **In all cases, NOTIFY district office** prior to any cementing.

I hereby certify that the statements made herein are true and to the best of my knowledge and belief.

Date: October 19, 2004 Signature of Operator or Agent: [Signature] Title: Manager of Geology

For KCC Use ONLY  
 API # 15 - 133-26213-00-00  
 Conductor pipe required NONE feet  
 Minimum surface pipe required 20 feet per Alt. 2  
 Approved by: [Signature] 10-21-04  
 This authorization expires: 4-21-05  
 (This authorization void if drilling not started within 6 months of effective date.)  
 Spud date: \_\_\_\_\_ Agent: \_\_\_\_\_

Remember to:  
 - File Drill Pit Application (form CDP-1) with Intent to Drill;  
 - File Completion Form ACO-1 within 120 days of spud date;  
 - File acreage attribution plat according to field proration orders;  
 - Notify appropriate district office 48 hours prior to workover or re-entry;  
 - Submit plugging report (CP-4) after plugging is completed;  
 - Obtain written approval before disposing or injecting salt water.  
 - If this permit has expired (See: authorized expiration date) please check the box below and return to the address below.  
 Well Not Drilled - Permit Expired  
 Signature of Operator or Agent: [Signature]  
 Date: 6/2/05

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

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