| For KCC Use | : [| -2- | 06 |
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| Effective Dat | | | |
| District # | | | |
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Kansas Corporation Commission Oil & Gas Conservation Division

Form C-1 December 2002 Form must be Typed

| SGA! LIES KINO | TENT TO DRILL Form must be S | | |
|--|--|---------------|--|
| Must be approved by KCC five | (5) days prior to commencing well | | |
| Expected Spud Date January 1, 2006 | Spot Approx 140'E of | East | |
| month day year | SW NW Sec. 29 Twp. 28 S. R. 18 | West | |
| OPERATOR: License# 33344 | 1980 feet from VN / S Line of Section | | |
| Name: Quest Cherokee LLC | 800feet from E / _v W Line of Section | | |
| 9520 North May Avenue Suite 300 | Is SECTIONRegularIrregular? | | |
| Address: Oklahoma City, Oklahoma 73120 | (Note: Locate well on the Section Plat on reverse side) | | |
| Contact Person: Richard Marlin | County: Neosho | | |
| Phone: (405) 488-1304 CONTRACTOR: License Name: Will advise or But August 1985 | Lease Name: Henry, Jarold WWell #: 29-3 | | |
| ADMISE DAY NAMED (SEC | Field Name: Cherokee Basin CBM | | |
| Name: Will advise or the Aco- | Is this a Prorated / Spaced Field? | ✓ No | |
| Name: State mediate to Britan in State of April 1997 | Target Formation(s): Cherokee Coals | | |
| Well Drilled For: Well Class: Type Equipment: | Nearest Lease or unit boundary: 660 | | |
| Oil Enh Rec I Infield Mud Rotary | | et MSL | |
| Gas Storage Pool Ext. Air Rotary | | No-No- | |
| OWWO Disposal Wildcat Cable | Public water supply well within one mile: Depth to bottom of fresh water: 100 | ₩No | |
| Seismic; # of Holes Other | Depth to bottom of usable water: 200 | | |
| Other Coalbed Methane | Surface Pipe by Alternate: 1 2 | | |
| WOUND AND AND AND AND AND AND AND AND AND A | Length of Surface Pipe Planned to be set: 25 | | |
| If OWWO: old well information as follows: | Length of Conductor Pipe required: | | |
| Operator: | Projected Total Depth: 1500 | | |
| Well Name:Original Total Depth: | Formation at Total Depth: Cherokee Coals | | |
| | Water Source for Drilling Operations: | | |
| Directional, Deviated or Horizontal wellbore? Yes ✓ ¶o | Well Farm Pond Other Air | | |
| If Yes, true vertical depth: | DWR Permit #: | | |
| Bottom Hole Location: | (Note: Apply for Permit with DWR) | | |
| KCC DKT #: | Will Cores be taken? | ✓ No | |
| | If Yes, proposed zone: | | |
| AFF The undersigned hereby affirms that the drilling, completion and eventual p It is agreed that the following minimum requirements will be met: | IDAVIT | | |
| The undersigned hereby affirms that the drilling, completion and eventual p | lugging of this well will comply with K.S.A. 55 et. secANSAS | IVED | |
| It is agreed that the following minimum requirements will be met: | CORPORAT | TON COLL | |
| Notify the appropriate district office <i>prior</i> to spudding of well; | DEC 28 | 200= | |
| O A of the supposed action of intent to dell shall be nested as an | ch drilling rig; | 2005 | |
| A copy of the approved notice of intent to drill shall be posted on ea The minimum amount of surface pipe as specified below shall be sufficiently all unconsolidated materials plus a minimum of 20 feet into the state of the state | et by circulating cement to the top; in all cases surface of the set of the s | et | |
| through all unconsolidated materials plus a minimum of 20 feet into t 4. If the well is dry hole, an agreement between the operator and the of | he underlying formation. | DIVISION | |
| 5. The appropriate district office will be notified before well is either plug | aged or production casing is cemented in; | (6 9, | |
| 6. If an ALTERNATE II COMPLETION, production pipe shall be cemen | ted from below any usable water to surface within 120 days of spud da | | |
| , ,, | #133,891-C, which applies to the KCC District 3 area, alternate II cen | • | |
| _ | be plugged. In all cases, NOTIFY district office prior to any cementi | ng. | |
| I hereby certify that the statements made herein are true and to the best of | of my knowledge and belief. | | |
| Date: December 22, 2005 Signature of Operator or Agent: | Title: Vice President | | |
| Signature of Operator of Agent. | | | |
| | Rememb∉r to: | | |
| API # 15. 133 - 26419,000 | File Drill Pit Application (form CDP-1) with Intent to Drill; File Completion Form ACO-1 within 120 days of spud date; | 1 | |
| API # 15 - 100 - 1000 | File acreage attribution plat according to field proration orders; | 10 | |
| Conductor pipe required N W feet | Notify appropriate district office 48 hours prior to workover or re-entry | y; /~W | |
| Minimum surface pipe required feet per Alt. | Submit plugging report (CP-4) after plugging is completed; | | |
| Approved by: 25612-28-05 | Obtain written approval before disposing or injecting salt water. | A 1 | |
| This authorization expires: 6-28-06 | - If this permit has expired (See: authorized expiration date) please | 32 | |
| (This authorization void if drilling not started within 6 months of approval date.) | check the box below and return to the address below. | 100 | |
| | Well Not Drilled - Permit Expired | 1 | |
| Spud date: Agent: | Signature of Operator or Agent: | | |
| Mail to: KCC - Conservation Division, 130 | Date: | 00 | |
| | C Market Doom 2070 Wishin Vancon C7000 | 1 | |

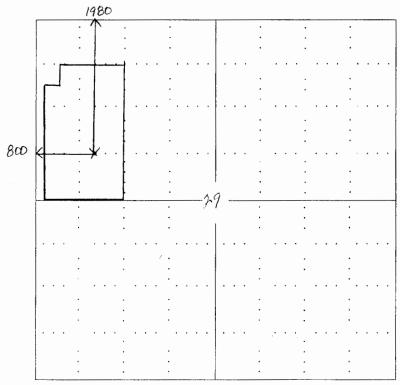
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

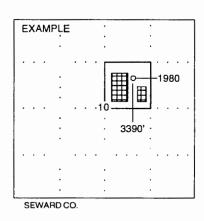
Plat of acreage attributable to a well in a prorated or spaced field

If the Intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please show all the wells and within 1 mile of the boundaries of the proposed acreage attribution unit for gas wells and within 1/2 mile of the boundaries of the proposed acreage attribution unit for oil wells.

| API No. 15 - | Location of Well: County: Neosho |
|---------------------------------------|--|
| Operator: Quest Cherokee LLC | 1980 feet from VN / S Line of Section |
| Lease: Henry, Jarold W. | 1980 feet from N / S Line of Section 800 feet from E / W Line of Section |
| Well Number: 29-3 | Sec. 29 Twp. 28 S. R. 18 |
| Field: Cherokee Basin CBM | |
| Number of Acres attributable to well: | Is Section: Regular or Irregular |
| QTR / QTR / QTR of acreage: SW NW | If Section is irregular, locate well from nearest corner boundary. |
| | Section corner used: NE NW SE SW |

PLAT (Show location of the well and shade attributable acreage for prorated or spaced wells.) (Show footage to the nearest lease or unit boundary line.)





NOTE: In all cases locate the spot of the proposed drilling locaton.

In plotting the proposed location of the well, you must show:

- 1. The manner in which you are using the depicted plat by identifying section lines, i.e. 1 section, 1 section with 8 surrounding sections, 4 sections, etc.
- 2. The distance of the proposed drilling location from the section's south / north and east / west.
- 3. The distance to the nearest lease or unit boundary line.
- If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (C0-7 for oil wells; CG-8 for gas wells).