For KCC Use: 2	1-06
District #	3
	1

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form C-1 December 2002 Form must be Typed Form must be Signed

NOTICE OF INTENT TO DRILL Yes X No All blanks must be Filled Must be approved by KCC five (5) days prior to commencing well AD 110'N ot February 2, 2006 **Expected Spud Date** NW Sec. 10 Twp. 29 month 550 N / S Line of Section OPERATOR: License# 33344 1980 Name: Quest Cherokee LLC E / W Line of Section _ feet from Address: 9520 North May Avenue, Suite 300 Is SECTION ____Regular _ _ Irregular? City/State/Zip: Oklahoma City, Oklahoma 73120 (Note: Locate well on the Section Plat on reverse side) Contact Person: Richard Marlin County: Neosho Lease Name: White Farms Phone: (405) 488-1304 Well #: 10-1 Field Name: Cherokee Basin CBM CONTRACTOR: License# Will be licensed by the KCC Is this a Prorated / Spaced Field? Name: Will advise on the ACO-1 Target Formation(s): Cherokee Coals Nearest Lease or unit boundary: 550 Well Drilled For: Well Class: Type Equipment: Ground Surface Elevation: 974 Oil Enh Rec Infield Mud Rotary Water well within one-quarter mile: Yes ~ Gas Storage Pool Ext. ✓ Air Rotary Public water supply well within one mile: Yes ✓ No CWWO Disposal Wildcat Cable Depth to bottom of fresh water: 100 Other Depth to bottom of usable water: 200 Other Coalbed Methane Surface Pipe by Alternate: 1 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: Cherokee Coals Formation at Total Depth:___ Original Completion Date:_ _Original Total Depth: Water Source for Drilling Operations: Yes 🗸 No Directional, Deviated or Horizontal wellbore? Other Air Well Farm Pond If Yes, true vertical depth:_ DWR Permit #: _ Bottom Hole Location: (Note: Apply for Permit with DWR) KCC DKT #1 Will Cores be taken? Yes V No If Yes, proposed zone: **AFFIDAVIT** The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55 et. RECEIVED CANSAS CORPORATION COMMISSION It is agreed that the following minimum requirements will be met: 1. Notify the appropriate district office prior to spudding of well; JAN 27 2006 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 CONSERVATION DIVISION 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 newscaped to plugglng; 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: 1/26/2006 Signature of Operator or Agent: 1 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; Minimum surface pipe required Submit plugging report (CP-4) after plugging is completed; Obtain written approval before disposing or injecting salt water. 7-27.06 If this permit has expired (See: authorized expiration date) please check the box below and return to the address below. (This authorization void if drilling not started within 6 months of approval date.) Well Not Drilled - Permit Expired Spud date:_ Agent:_ Signature of Operator or Agent: Date: a

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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

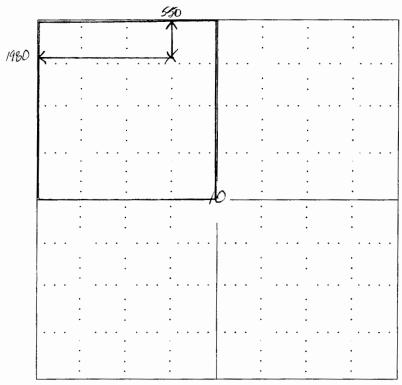
If the Intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please 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.

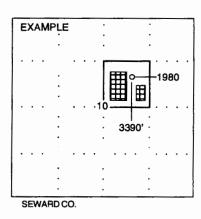
API No. 15	Location of Well: County: Neosho
Operator: Quest Cherokee LLC	
Lease: White Farms	feet from N / S Line of Section 1980 feet from E / W Line of Section
Well Number: 10-1	Sec. 10 Twp. 29 S. R. 19
Field: Cherokee Basin CBM	
Number of Acres attributable to well: QTR / QTR / QTR of acreage:	Is Section: Regular or Irregular
	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).