For KCC Use: Effective Date District # Yes No SGA?

KANSAS CORPORATION COMMISSIONS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

RECEIVED

Form C-1 December 2002

NOTICE OF INTENT TO DRILL

MAY 0 3 2006

Form must be Typed Form must be Signed

All blanks must be Filled Must be approved by KCC five (5) days prior to commencing West STRATION DIVISION May 9, 2006 Expected Spud Date ✓ East Spot . Twp. <u>2</u>8 day . s. R. <u>16</u> 660 **▽**N/ feet from S Line of Section OPERATOR: License# 33344 660 Name: Quest Cherokee LLC VE/ W Line of Section feet from Address: 9520 North May Avenue, Suite 300 Is SECTION ___ _Regular ___ _lrregular? City/State/Zip: Oklahoma City, Oklahoma 73120 (Note: Locate well on the Section Plat on reverse side) Contact Person: Richard Marlin County: Wilson Phone: (405) 286-9316 Lease Name: Morris, James O. Field Name: Cherokee Basin CBM CONTRACTOR: License# Will be licensed by the KCC Is this a Prorated / Spaced Field? Yes 🗸 No Name: Will advise on the ACO-1 Target Formation(s): Cherokee Coals Nearest Lease or unit boundary: 660 Well Drilled For: Well Class: Type Equipment: Ground Surface Elevation: 1000 feet MSL Oil Enh Rec Infield / Mud Rotary Water well within one-quarter mile: Yes 🗸 No Gas Storage Pool Ext. ✓ Air Rotary ✓ Public water supply well within one mile: Yes 🗸 No OWWO Disposal Wildcat Cable Depth to bottom of fresh water: 100 # of Holes Other Seismic Depth to bottom of usable water: 200 Coalbed Methane Other 🗸 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: Formation at Total Depth:_ Original Completion Date:_ Original Total Depth: Water Source for Drilling Operations: Yes 🗸 No Directional, Deviated or Horizontal wellbore? Well Farm Pond If Yes, true vertical depth:__ DWR Permit #: Bottom Hole Location:_ (Note: Apply for Permit with DWR) KCC DKT #: Yes V No Will Cores be taken? 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. 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:_5/2/2006 Signature of Operator or Agent Remember to:

For KCC Use ONLY API # 15 - 205-26596-0000
Conductor pipe required None feet Minimum surface pipe required 20 feet per Alt. X 2 Approved by: Ref 5-3-06
This authorization expires: 11-3-06 (This authorization void if drilling not started within 6 months of approval date.)
Spud date:Agent:

- 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:	
Date:	

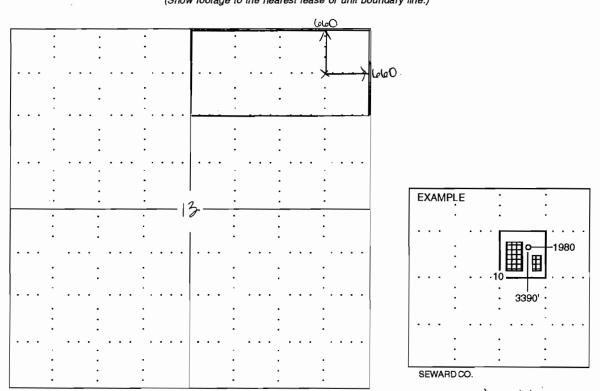
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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 - 205 - 26596-0000	Location of Well: County: Wilson
Operator: Quest Cherokee LLC	660 feet from V N / S Line of Section
Lease: Morris, James O.	660 feet from VE / W Line of Section
Well Number: 13-1	Sec. 13 Twp. 28 S. R. 16 VEast West
Field: Cherokee Basin CBM	
Number of Acres attributable to well:	Is Section: Regular or Irregular
QTR / QTR / QTR of acreage;	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).

KANSAS CORPORATION COMMISSION MAY 13 2006 -

MAY 0 3 2006 Form must be Typed

Form CDP-1

APPLICATION FOR SURFACE PIT

Submit in Duplicate

CONSERVATION DIVISION WIGHTA, KS

Operator Name: Quest Cherokee LLC			License Number: 33344		
Operator Address: 9520 North May Avenue, Suite 300		Oklahoma City, Oklahoma 73120			
Contact Person: Richard Marlin			Phone Number: (405) 286 9316		
Lease Name & Well No.: Morris, James O. #13-1			Pit Location (QQQQ):		
Type of Pit:	Pit is:		<u>NE</u> . <u>NE</u>		
Emergency Pit Burn Pit	✓ Proposed	Existing	Sec. 13 Twp. 28 R. 16		
Settling Pit Prilling Pit	If Existing, date constructed:		Feet from 🗹 North / 🗌 South Line of Section		
Workover Pit Haul-Off Pit	Pit capacity:		Feet from 🗹 East / 🗌 West Line of Section		
(If WP Supply API No. or Year Drilled)	300	(bbls)	Wilson		
Is the pit located in a Sensitive Ground Water	Area? ☐ Yes 🗸	 No	Chloride concentration: mg/l		
Is the bottom below ground level?	Artificial Liner?		(For Emergency Pits and Settling Pits only) How is the pit lined if a plastic liner is not used?		
Yes No	Yes 🗸	No	The way and promote that a product the fact access		
Pit dimensions (all but working pits):	Width (feet) N/A: Steel Pits				
Depth fr	om ground level to de		10(feet)		
material, thickness and installation procedure.			edures for periodic maintenance and determining nocluding any special monitoring. Operation lasting approx 3 days		
Distance to nearest water well within one-mile of pit Depth to shallo Source of infor			west fresh waterfeet. mation:		
A feet Depth of water wellfeet measu			iredwell owner electric logKDWR		
Emergency, Settling and Burn Pits ONLY: Drilling, World			over and Haul-Off Pits ONLY:		
1		al utilized in drilling/workover: Air Drilled			
		king pits to be utilized: One procedure: Air Dry, Back Fill and Cover			
		procedure: All Diy, Dack i ili alid Cover			
Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No Drill pits must		be closed within 365 days of spud date.			
I hereby certify that the above statements are true and correct to the best of my knowledge and belief.					
5/2/2006 Date Date Date Date Date Date Date					
KCC OFFICE USE ONLY					
Date Received: 5/3/06 Permit Num	nber:	Perm	it Date: 5/3/06 Lease Inspection: Yes 4 No		