SGA7 Yes X No

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

NOTICE OF INTENT TO DRILL

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

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

August 11, 2006	
Expected Spud Date August 11, 2006	Spot East
month day year	NE - NW - SW Sec. 5 Twp. 31 S. R. 18 West
OPERATOR: License# 33344	feet from N / S Line of Section
Name: Quest Cherokee LLC	reet from L / V W Line of Section
9520 North May Avenue, Suite 300	Is SECTIONRegularIrregular?
Address: Oklahoma City, Oklahoma 73120 Oklahoma City, Oklahoma 73120	(Note: Locate well on the Section Plat on reverse side)
Contact Person Richard Marlin	County: Labette
Phone: (405) 286-9316	Lease Name: Blackburn, Marvin L. Well #: 5-2
Will be licensed by the KCC	Field Name: Cherokee Basin CBM
CONTRACTOR: License# Will be licensed by the KCC	ls this a Prorated / Spaced Field? Yes ✓ No
Name: Will advise on the ACO-1	Target Formation(s): Cherokee Coals
Well Drilled For: Well Class: Type Equipment:	Nearest Lease or unit boundary: 330
	Ground Surface Elevation: 1016feet MSL
	Water well within one-quarter mile:Yes ✓ No ✓
✓ Gas Storage Pool Ext. ✓ Air Rotary ✓ OWO Disposal Wildcat Cable	Public water supply well within one mile:
Seismic;# of Holes Other	Depth to bottom of fresh water:
✓ Other Coalbed Methane	Depth to bottom of usable water: 200
(A) Other	Surface Pipe by Alternate: 1 2
If OWWO: old well information as follows:	Length of Surface Pipe Planned to be set: 25
Operator:	Length of Conductor Pipe required:
Well Name:	Projected Total Depth: 1500
Original Completion Date:Original Total Depth:	Formation at Total Depth: Cherokee Coals
	Water Source for Drilling Operations:
Directional, Deviated or Horizontal wellbore?	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?
	If Yes, proposed zone:
AFFI	DAVIT RECEIVED
The undersigned hereby affirms that the drilling, completion and eventual plu	ugging of this well will comply with K.S.A. 55 et. seq. CORPORATION COMMISSION
It is agreed that the following minimum requirements will be met:	AUG 0 7 2006
Notify the appropriate district office <i>prior</i> to spudding of well;	MOO 0 / 2000
2. A copy of the approved notice of intent to drill shall be nosted on each	h drilling rig; CONSERVATION DIVISION
3. The minimum amount of surface pipe as specified below shall be set	t by circulating cement to the top; in all cases surface pine at all be set
through all unconsolidated materials plus a minimum of 20 feet into the	e underlying formation.
4. If the well is dry hole, an agreement between the operator and the di	strict office on plug length and placement is necessary prior to plugging;
5. The appropriate district office will be notified before well is either plug	ged or production cashing is certified in, ed 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, atternate II cementing
must be completed within 30 days of the spud date or the well shall be	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.
	20
Date: August 4, 2006 Signature of Operator or Agent:	Title: VP
	Remember to:
For KCC Use ONLY	- File Drill Pit Application (form CDP-1) with Intent to Drill;
\wedge	- File Completion Form ACO-1 within 120 days of spud date;
API # 15 - One feet	- File acreage attribution plat according to field proration orders;
Costductor pipe required	Notify appropriate district office 48 hours prior to workover or re-entry;
Millimum Sunace pipe required = lest per Att. At 2	- Submit plugging report (CP-4) after plugging is completed;
Approved by: 14 8-7-06	- Obtain written approval before disposing or injecting salt water.
1 1-7-07	- If this permit has expired (See: authorized expiration date) please
This authorization expires:	
This authorization expires: (This authorization void if drilling not started within 6 months of approval date.)	check the box below and return to the address below.
This authorization expires.	check the box below and return to the address below. Well Not Drilled - Permit Expired
This authorization expires.	check the box below and return to the address below.

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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

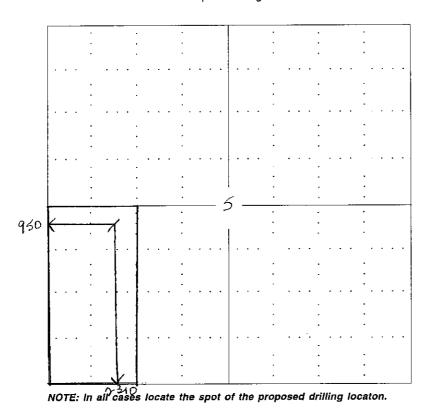
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please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

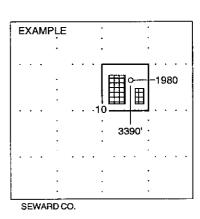
API No. 15 - 099-24049-000	Location of Well: County: Labette	
Operator: Quest Cherokee LLC	2310 feet from N / V S Line of Section	on
Lease: Blackburn, Marvin L.	950 feet from ☐ E / ✓ W Line of Secti	ion
Well Number: 5-2	Sec. 5 Twp. 31 S. R. 18 ✓ East 🗌	Wes
Field: Cherokee Basin CBM		
Number of Acres 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	у.

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.)





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.
- 4. 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 OIL & GAS CONSERVATION DIVISION

Form CDP-1 April 2004 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: Quest Cherokee LLC		License Number: 33344			
Operator Address: 9520 North May	y Avenue, Su	ite 300 Ok	lahoma City, Oklaho	ma 73120	
Contact Person: Richard Marlin		Phone Number: (405) 286 - 9316			
Lease Name & Well No.: Blackburn, Marvin L. #5-2		Pit Location (QQQQ):			
Type of Pit:	Pit is:				
Emergency Pit Burn Pit	✓ Proposed Existing		Sec. 5 Twp. 31 R. 18 🗸 East 🗌 West		
Settling Pit	If Existing, date constructed:		2310 Feet from North / South Line of Section		
Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled)	Pit capacity:		Feet from East / 📝 West Line of Section		
	300		Labelle	County	
	s the pit located in a Sensitive Ground Water Area? Yes Yo		Chloride concentration:mg/lmg/lmg/l		
is the bottom below ground level? Yes No	Artificial Liner? ☐ Yes ☑ No		How is the pit lined if a plastic liner is not used?		
Pit dimensions (all but working pits):	Length (fe			N/A: Steel Pits	
material, thickness and installation procedure			ncluding any special monitoring. Operation lasting appro		
Source of info		owest fresh waterfeet. rmation: ured well owner electric log KDWR over and Haul-Off Pits ONLY: al utilized in drilling/workover: Air Drilled			
NA feet Depth of water well feet meas		measu	uredwell owner electric log KDWR		
Emergency, Settling and Burn Pits ONLY: Drilling,			ling, Workover and Haul-Off Pits ONLY:		
			of material utilized in drilling/workover: Air Drilled		
			f working pits to be utilized: One		
Barrels of fluid produced daily: Abandonmen Does the slope from the tank battery allow all spilled fluids to		Abandonment	procedure: Air Dry, Back Fill and	Cover	
		be closed within 365 days of spud date.			
I hereby certify that the above state	ements are true and o	correct to the bes	K	RECEIVED ANSAS CORPORATION COMMISS	
August 4, 2006 Date	.	s	ignature of Applicant or Agent	AUG U 7 2006	
KCC OFFICE USE ONLY CONSERVATION DIVISION WICHITA, KS					
Date Received: 8/7/06 Permit Num	nber:	Perm	it Date: 8/7/06 Lease I	nspection: Yes 🗷 No	