For KCC Use: SGA? Yes X 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 September 21, 2006 | Cost 7 |
|---|---|
| Expected Spud Date | Spot ✓ East SW NW Sec. 15 Twp. 33 S. R. 14E West |
| 33074 | 1915 FSL feet from N / S Line of Section |
| OPERATOR: License# 33074 Name: Dart Cherokee Basin Operating Co. LLC | 5135 FEL feet from |
| Name: Dait Cherokee Basin Operating Co. LLC | Is SECTION _✓ _RegularIrregular? |
| Address: 211 W Myrtle City/State/Zip: Independence KS 67301 | |
| City/State/Zip: | (Note: Locate well on the Section Plat on reverse side) County: Montgomery |
| Phone: 620-331-7870 | Lease Name: D & D Armitage Well #: C1-15 SWD |
| | Field Name: Cherokee Basin Coal Gas Area |
| CONTRACTOR: License# Unknown | Is this a Prorated / Spaced Field? Yes ✓ No |
| Name: Will advise of licensed contractor on ACO-1 | Target Information(s). Arbuckle |
| | Nearest Lease or unit boundary: 30 feet (500) |
| Well Drilled For: Well Class: Type Equipment: | Ground Surface Elevation: 866feet 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: |
| OWWO J Disposal Wildcat Cable | Depth to bottom of fresh water: 150' + - |
| Seismic; # of Holes Other | Depth to bottom of usable water: 175' |
| Other | Surface Pipe by Alternate: |
| If OWWO: old well information as follows: | Length of Surface Pipe Planned to be set: 20' |
| | Length of Conductor Pipe required: |
| Operator: | Projected Total Depth: 1993 feet |
| Original Completion Date:Original Total Depth: | Formation at Total Depth: Arbuckle |
| Original Completion DateOriginal Total Deptili | Water Source for Drilling Operations: |
| Directional, Deviated or Horizontal wellbore? Yes ✓ No | Well 🗸 Farm Pond Other |
| If Yes, true vertical depth: | DWR Permit #: |
| Bottom Hole Location: | (Note: Apply for Permit with DWR) |
| KCC DKT #: | Will Cores be taken? Yes ✓ No |
| | W.M |
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| | DAVIT |
| The undersigned hereby affirms that the drilling, completion and eventual pl | ugging of this well will comply with K.S.A. 55 et. seq. SEP 1 4 2006 |
| It is agreed that the following minimum requirements will be met: | VCC MICHT |
| Notify the appropriate district office <i>prior</i> to spudding of well; | KCC WICHIT |
| 2. A copy of the approved notice of intent to drill shall be posted on each | the principle of the set of the top; in all cases surface pipe shall be set |
| through all unconsolidated materials plus a minimum of 20 feet into the | |
| | istrict office on plug length and placement is necessary prior to plugging; |
| 5. The appropriate district office will be notified before well is either plug | |
| 6. If an ALTERNATE II COMPLETION, production pipe shall be cement | 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, alternate II cementing be plugged. <i>In all cases, NOTIFY district office</i> prior to any cementing. |
| | or plugged. In an ease, refer is atomos brior to dily comercing. |
| | tarrila arrila da a a a dibattat |
| I hereby certify that the statements made herein are true and to the sest of | my knowledge and belief. |
| /] | Z M) |
| · · · · / | Title: Sr. Regulatory & Safety Compliance Specialist |
| Date: September 11, 2006 Signature of Operator or Agent: | Z M) |
| Date: September 11, 2006 Signature of Operator or Agent: | Title: Sr. Regulatory & Safety Compliance Specialist Remember to: - File Drill Pit Application (form CDP-1) with Intent to Drill; |
| Portion Company Signature of Operator or Agent: For KCC Use ONLY API # 15 - 125 - 3/223-0000 | Title: Sr. Regulatory & Safety Compliance Specialist Remember to: - File Drill Pit Application (form CDP-1) with Intent to Drill; - File Completion Form ACO-1 within 120 days of spud date; |
| For KCC Use ONLY API # 15 - 125 - 3/223-0000 Conductor pipe required None feet | Title: Sr. Regulatory & Safety Compliance Specialist 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; |
| For KCC Use ONLY API # 15 - 125 - 3/223-0000 Conductor pipe required None feet | Title: Sr. Regulatory & Safety Compliance Specialist 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; |
| For KCC Use ONLY API # 15 - 125 - 3/223-0000 Conductor pipe required None feet Minimum surface pipe required 20 feet per Alt. X 2 | Title: Sr. Regulatory & Safety Compliance Specialist 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; |
| Por KCC Use ONLY API # 15 - 125 - 3/223-0000 Conductor pipe required None feet per Alt. X(2) Approved by: PM 9 15 70 | Title: Sr. Regulatory & Safety Compliance Specialist 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. |
| For KCC Use ONLY API # 15 - 125 - 3/223-0000 Conductor pipe required None feet Minimum surface pipe required 20 feet per Alt. X 2 Approved by: Pul 9-15-016 This authorization expires: 3-15-07 | Title: Sr. Regulatory & Safety Compliance Specialist 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 |
| Por KCC Use ONLY API # 15 - 125 - 3/223-0000 Conductor pipe required None feet per Alt. X(2) Approved by: PM 9 15 70 | Title: Sr. Regulatory & Safety Compliance Specialist 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. |
| For KCC Use ONLY API # 15 - 125 - 3/223-0000 Conductor pipe required None feet Minimum surface pipe required 20 feet per Alt. X 2 Approved by: ## 9/5-06 This authorization void if drilling not started within 6 months of effective date.) | Title: Sr. Regulatory & Safety Compliance Specialist 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. |
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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 - 125-31 223-0000 | Location of Well: County: Montgomery |
|--|--|
| Operator: Dart Cherokee Basin Operating Co. LLC | 1915 FSL feet from N / S Line of Section |
| Lease: D & D Armitage | 5135 FEL feet from 🗸 E / W Line of Section |
| Well Number: C1-15 SWD | Sec. 15 Twp. 33 S. R. 14E V East West |
| Field: Cherokee Basin Coal Gas Area | |
| Number of Acres attributable to well: 40 QTR / QTR / QTR of acreage: SW - NW - SW | 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.)

RECEIVED
SEP 1 4 2006
KCC WICHITA

15

15

1915 FSL

SEWARD CO.

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

Montgomery Co.

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: Dart Cherokee Basin Operating Co. LLC | | License Number: 33074 | |
|--|--|-----------------------------------|--|
| Operator Address: 211 W Myrtle Inde | | | ependence KS 67301 |
| Contact Person: Tony Williams | | Phone Number: (620) 331 - 7870 | |
| Lease Name & Well No.: D & D Armitage | e C1 | I-15 SWD | Pit Location (QQQQ): |
| Type of Pit: | Pit is: | | SW _ NW _ SW |
| Emergency Pit Burn Pit | Proposed Existing | | Sec. 15 _{Twp.} 33 _{R.} 14E |
| Settling Pit | If Existing, date constructed: | | 1915 FSL Feet from North / South Line of Section |
| Workover Pit Haul-Off Pit | | | 5135 FEL Feet from ✓ East / West Line of Section |
| (If WP Supply API No. or Year Drilled) | Pit capacity: 926 | (bbls) | Montgomery County |
| Is the pit located in a Sensitive Ground Water | , I | , | Chloride concentration:mg/l (For Emergency Pits and Settling Pits only) How is the pit lined if a plastic liner is not used? |
| ✓ Yes No | ☐ Yes 🗸 | No | Natural Clays |
| Pit dimensions (all but working pits): 35 Length (feet) 30 Width (feet) N/A: Steel Pits Depth from ground level to deepest point: 5 (feet) | | | |
| | | | RECEIVED SEP 1 4 7006 |
| | | Depth to shallo Source of info | owest fresh waterfeet. KCC WICHIT |
| NAfeet Depth of water well | | | uredwell owner electric logKDWR |
| Emergency, Settling and Burn Pits ONLY: Drilling, Workover and Haul-Off Pits ONLY: | | | |
| | | | al utilized in drilling/workover: Air |
| · | | rking pits to be utilized: One | |
| Barrels of fluid produced daily: Abandonment procedure: Air dry, fill | | | |
| Does the slope from the tank battery allow all flow into the pit? Yes No | low all spilled fluids to Drill pits must be closed within 365 days of spud date. | | |
| hereby certify that the above statements are true and correct to the best of my knowledge and belief. September 11, 2006 Date Signature of Applicant or Agent | | | |
| KCC OFFICE USE ONLY | | | |
| Date Received: 9/14/0 Permit Nur | mber: | Perm | nit Date: 9/14/06 Lease Inspection: Yes X No |



CORPORATION COMMISSION

KATHLEEN SEBELIUS, GOVERNOR
BRIAN J. MOLINE, CHAIR
ROBERT E. KREHBIEL, COMMISSIONER
MICHAEL C. MOFFET, COMMISSIONER

NOTICE TO OPERATORS FILING INTENT TO DRILL FOR DISPOSAL OR ENHANCED RECOVERY INJECTION WELLS, (CLASS II INJECTION WELL)

The attached approved Notice of Intent to Drill indicates the proposed well is to be used for injection. An approved "Intent to Drill" does not approve injection authority as a Class II Injection Well in Kansas.

Before any well is used for injection purposes, the operator must file an application for injection authority in accordance with K.A.R. 82-3-401 and provide notice in accordance with K.A.R. 82-3-402. The Conservation Division must issue a written permit granting the application before commencement of injection.

The Conservation Division requirements and restrictions associated with Class II Injection are identified in **K.A.R. 82-3-400 et seq** of our regulations. Associated regulations governing drilling, completion and injection applications may be found in K.A.R. 82-3-135, Table I, Table II, in the Cedar Hills Sandstone Moratorium, (Docket #156,397-C), and the Eastern Kansas Surface Casing Order, (Docket #133,891-C).

If you have questions regarding the approval of injection authority, an injection application may be filed as a "Design Approval" before actual drilling and completion of the well occurs. If you have any questions or concerns regarding Class II injection wells or regulations, call the Underground Injection Control Department at 316-337-6200.

Failure to obtain commission approval before beginning injection is punishable by a penalty, shut-in of the well or both.