For KCC Use: Yes X No

Spud date:____

__ Agent:

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 October 31, 2006 Expected Spud Date Spot Sec. 15 Twp. 29 S. R. 19 month vear feet from VN / S Line of Section feet from E / VW Line of Section 1980 OPERATOR: License# 33344 660 Name: Quest Cherokee LLC Address: 9520 North May Avenue, Suite 300 City/State/Zip: Oklahoma City, Oklahoma 73120 (Note: Locate well on the Section Plat on reverse side) Contact Person: Richard Marfin County: Neosho Phone: (405) 286-9316 Lease Name: Harding, Heath _Well #: 15-1 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: 984 feet MSL Oil Enh Rec ✓ Infield Mud Rotary Water well within one-quarter mile: **√** No Yes Gas Pool Ext. ✓ Air Rotary Public water supply well within one mile: ✓ No OWNO Disposal Wildcat Cable Depth to bottom of fresh water: 100 Seismic: # of Holes 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? Well Farm Pond If Yes, true vertical depth:_ DWR Permit #: _ Bottom Hole Location:_ (Note: Apply for Permit with DWR) KCC DKT #: Will Cores be taken? Yes ✓ No If Yes, proposed zone: __ RECEIVED **AFFIDAVIT** The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55 et. seq. OCT 2 5 2006 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 with the set by circulating cement to the top; in all cases surface with the set by circulating cement to the top; in all cases surface with the set by circulating cement to the top; in all cases surface with the set by circulating cement to the top; in all cases surface with the set by circulating cement to the top; in all cases surface with the set by circulating cement to the top; in all cases surface with the set by circulating cement to the top; in all cases surface with the set by circulating cement to the top; in all cases surface with the set by circulating cement to the top; in all cases surface with the set by circulating cement to the top; in all cases surface with the set by circulating cement to the circulation cement to ceme 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: October 24, 2006 Remember to: For KCC Use ONLY File Drill Pit Application (form CDP-1) with Intent to Drill; API # 15 - 133-26720-0000 File Completion Form ACO-1 within 120 days of spud date; - File acreage attribution plat according to field proration orders; Conductor pipe required_ 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. Approved by: Pur 10-25 00 This authorization expires: 4-25-07 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

Signature of Operator or Agent:

Date:

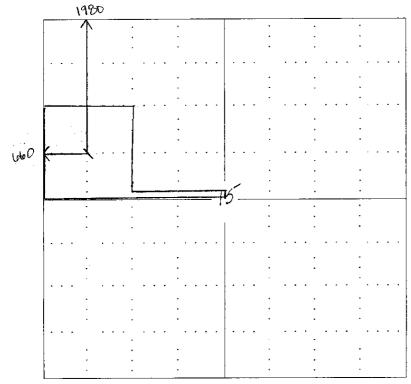
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

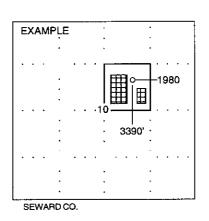
Plat of acreage attributable to a well in a prorated or spaced field

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 - /33-26720-0000	Location of Well: County: Neosho
Operator: Quest Cherokee LLC	1980 feet from VN/ S Line of Section
Lease: Harding, Heath	660 feet from ☐ E / ✓ W Line of Section
Well Number: 15-1	Sec15 Twp29 S. R19
Field: Cherokee Basin CBM	
Number of Acres attributable to well:	Is Section: 📝 Regular or 📗 Irregular
QTR / QTR / QTR of acreage:SWNW	If Section is Irregular, locate well from nearest corner boundary.
	Section comer 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.
- 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	/ Avenue, Su	ite 300 Ok	lahoma City, Oklahoma 73120	
Contact Person: Richard Marlin		Phone Number: (405) 286 - 9316		
Lease Name & Well No.: Harding, Heath #15-1		Pit Location (QQQQ):		
Type of Pit:	Pit is:			
Emergency Pit Burn Pit	✓ Proposed	Existing	Sec. 15 Twp. 29 R. 19 📝 East 🗌 West	
Settling Pit	If Existing, date co	onstructed:	1980 Feet from 🗸 North / 🗌 South Line of Section	
☐ Workover Pit ☐ Haul-Off Pit	Pit capacity:		660 Feet from East / 🗸 West Line of Section	
(If WP Supply API No. or Year Drilled)	300	(bbis)	Neosho County	
Is the pit located in a Sensitive Ground Water	Area? ☐ Yes 🗸	Ńο	Chloride concentration: mg/l (For Emergency Pits and Settling Pits only)	
Is the bottom below ground level? ☐ Yes ✓ No	Artificial Liner?	No	How is the pit lined if a plastic liner is not used?	
Pit dimensions (all but working pits):	30 Length (fe	eet) 10	Width (feet) N/A: Steel Pits	
Depth fi	rom ground level to de	eepest point:	10 (feet)	
material, thickness and installation procedure		Air Drilling	Operation lasting approx 3 days corporation of CCT 2 5 200 CONSERVATION DIVISION OF CONTRACTION DIVISIONS OF CONTRACTION DIVISION) \$
Distance to nearest water well within one-mile	e of pit	Depth to shallo Source of infor		ion
N/A feet Depth of water well _	feet		redwell owner electric logKDWR	\downarrow
			over and Haul-Off Pits ONLY:	5-/33-
Number of producing wells on lease: Number of wo.			Type of material utilized in drilling/workover: Air Drilled Number of working pits to be utilized: One	
		procedure: Air Dry, Back Fill and Cover	ان ا	
Does the slope from the tank battery allow al flow into the pit? Yes No	spilled fluids to		be closed within 365 days of spud date.	720-020
I hereby certify that the above state	ements are true and	correct to the bes	t of my knowledge and belief.	ह
October 24, 2006 Date	<i>3.</i>	Daw :	ignature of Applicant or Agent	
	KCC	OFFICE USE O	NLY	
Date Received: 10/25/0C Permit Nun	nber:	Perm	it Date: 10/25/06 Lease Inspection: Yes 💢 No	