RECEIVED KANSAS CORPURATION COMMISSION

KANSAS CORPORATION COMMISSION For KCC Use: OIL & GAS CONSERVATION DIVISION Effective Date:

Spud date:

Agent: _

JUN 0 4 2007

Form C-1 December 2002

Form must be Typed

District # Form must be Signed NOTICE OF INTENT TO DRILL Must be approved by KCC five (5) days prior to commencing well SERVATION DIVISION blanks must be Filled Yes No WICHITA, KS June 10, 2007 ✓ East Expected Spud Date Snot ___ Twp. ____ ... S. R. 15E SE West N / ✓S Line of Section feet from OPERATOR: License# 33074 4500 FEL feet from 🗸 E / W Line of Section Name: Dart Cherokee Basin Operating Co. LLC Address: 211 W. Myrtle Is SECTION _ _Regular _ _irregular? City/State/Zip: Independence KS 67301 (Note: Locate well on the Section Plat on reverse side) Contact Person: Tony Williams County: Wilson Lease Name: J & D Schultz Phone: 620-331-7870 Field Name: Cherokee Basin Coal Gas Area CONTRACTOR: License# 5675 Is this a Prorated / Spaced Field? Yes ✓ No Name: McPherson Drilling Target Information(s): Mississippian Nearest Lease or unit boundary: 540 feet Well Drilled For: Well Class: Type Equipment: Ground Surface Elevation: 780 feet MSL Infield Mud Rotary Oil Enh Rec Yes ✓ No. Water well within one-quarter mile: Pool Ext. ✓ Air Rotary Gas 1 Storage Public water supply well within one mile: Yes 🗸 No Cable owwo Wildcat Disposal Depth to bottom of fresh water: 175- 150 Other Seismic: # of Holes Depth to bottom of usable water: 200 /50 Other Surface Pipe by Alternate: 1 2 Length of Surface Pipe Planned to be set: 40 If OWWO: old well information as follows: Length of Conductor Pipe required: Operator: Projected Total Depth: 1568 feet Well Name: Mississippian Formation at Total Depth:_ Original Completion Date: ____Original Total Depth: ___ Water Source for Drilling Operations: Directional, Deviated or Horizontal wellbore? Other If Yes, true vertical depth:____ DWR Permit #: _ Bottom Hole Location:_ (Note: Apply for Permit with DWR) KCC DKT #: Yes ✓ 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; 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; 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. Title: Safety & Environmental Manager Date: June 1, 2007 Signature of Operator or Agent: ___ Remember to: For KCC Use ONLY File Drill Pit Application (form CDP-1) with Intent to Drill; API # 15 - 205 - 27209-0000 File Completion Form ACO-1 within 120 days of spud date; File acreage attribution plat according to field proration orders; None. Conductor pipe required_ Notify appropriate district office 48 hours prior to workover or re-entry; Submit plugging report (CP-4) after plugging is completed; Minimum surface pipe required. Approved by: Lat 6-4-07 Obtain written approval before disposing or injecting salt water. This authorization expires: 12-4-07 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 effective date.)

Well Not Drilled - Permit Expired Signature of Operator or Agent:

Date:

Side Two

JUN 0 4 2007

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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

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1980

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.

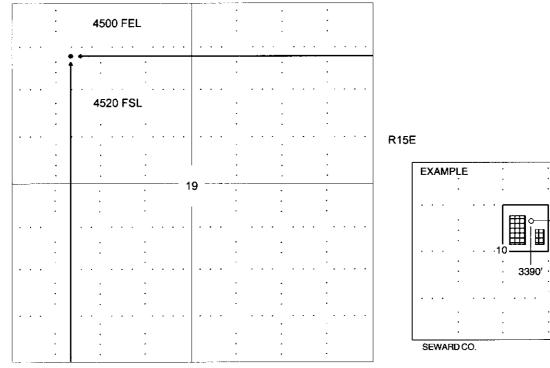
API No. 15 205-27209-0000	Location of Well: County: Wilson
Operator: Dart Cherokee Basin Operating Co. LLC	4520 FSL feet from N / ✓ S Line of Section
Lease: J & D Schultz	4500 FEL feet from Feet from E / E / W Line of Section
Well Number: A1-19	Sec. 19 Twp. 30 S. R. 15E ✓ East Wes
Field: Cherokee Basin Coal Gas Area	
Number of Acres attributable to well: 40	Is Section: 📝 Regular or 🔲 Irregular
QTR / QTR / QTR of acreage: SE - NW - NW	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.)

T30S



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

Wilson 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.
- 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

JUN 0 4 2007

Form CDP-1 April 2004 Form must be Typed

APPLICATION FOR SURFACE PIT

CONSERVATION DIVISION WICHEL RG

Submit in Duplicate

Operator Name: Dart Cherokee Basin Operating Co. LLC		License Number: 33074	
Operator Address: 211 W. Myrtle Independence KS 67301			ependence KS 67301
Contact Person: Tony Williams		Phone Number: (620) 331 - 7870	
Lease Name & Well No.: J & D Schultz A1-19		Pit Location (QQQQ):	
Type of Pit:	Pit is:		<u>SE . NW . NW</u>
Emergency Pit Burn Pit Settling Pit ✓ Drilling Pit Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled)	If Existing, date co		Sec. 19 Twp. 30 R. 15E East West 4520 FSL Feet from North / South Line of Section 4500 FEL Feet from East / West Line of Section Wilson County
Is the pit located in a Sensitive Ground Water	Area? ☐ Yes 🗸] No	Chloride concentration: mg/l (For Emergency Pits and Settling Pits only)
Is the bottom below ground level? Yes No	Artificial Liner? ☐ Yes ✓ No		How is the pit lined if a plastic liner is not used? 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)			
material, thickness and installation procedure	i.		ncluding any special monitoring.
Distance to nearest water well within one-mile 4560 feet Depth of water well	,c-c-		west fresh water 72 feet. mation: JIZ - KGS
Emergency, Settling and Burn Pits ONLY:			red well owner electric log KDWR over and Haul-Off Pits ONLY:
		al utilized in drilling/workover: Air	
		king pits to be utilized: one	
Barrels of fluid produced daily: Abandonment procedure:		procedure: Air dry, fill	
Does the slope from the tank battery allow all spilled fluids to flow into the pit?		be closed within 365 days of spud date.	
June 1, 2007 Date Jereby certify that the above statements are true and correct to the best of my knowledge and belief. Signature of Applicant or Agent			
KCC OFFICE USE ONLY			
Date Received: 6/4/07 Permit Num	ber:	Perm	it Date: 6/4/07 Lease Inspection: Yes No