For KCC Use: Effective Date:	8-6-07
District #	3
SGA? XYe	s 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 Fifled

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

,,	
Expected Spud Date August 7, 2007	Spot East
month day year	<u>SW</u> NE Sec. 23 Twp. 28 S. R. 19 West
OPERATOR: License# 33344	2160 feet from N / S Line of Section
Quest Cherokee LLC	
Address: 9520 North May Avenue, Suite 300 City/State/Zip: Oklahoma City, Oklahoma 73120	Is SECTION Regular Irregular?
City/State/Zip: Oklahoma City, Oklahoma 73120	(Note: Locate well on the Section Plat on reverse side)
Contact Person: Richard Marlin	County: Neosho
Phone: (405) 463-6880	Lease Name: Tele-Connect IncWell #: 23-1 Field Name: Cherokee Basin CBM
CONTRACTOR: License# Will be licensed by the KCC	
Name: Will advise on the ACO-1	Is this a Prorated / Spaced Field?
Name:	Target Formation(s): Cherokee Coals
Well Drilled For: Well Class: Type Equipment:	Nearest Lease or unit boundary: 480
Oil / Enh Rec / Infield Mud Rotary	Ground Surface Elevation: 900 feet MSL
Gas Storage Pool Ext. Air Rotary	Water well within one-quarter mile:
OWWO Disposal Wildcat Cable	Public water supply well within one mile: Yes V No
Seismic;# of Holes Other	Depth to bottom of fresh water: 100 Depth to bottom of usable water: 200 / 5 0
✓ Other Coalbed Methane	
	Surface Pipe by Alternate:
If OWWO: old well information as follows:	Length of Conductor Pipe required:
Operator:	Projected Total Depth: 1300
Well Name:	Formation at Total Depth: Cherokee Coals
Original Completion Date:Original Total Depth:	Water Source for Drilling Operations:
Directional, Deviated or Horizontal wellbore?	Weil 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? Yes ✓ No
	If Yes, proposed zone:
The undersigned hereby affirms that the drilling, completion and eventual pit is agreed that the following minimum requirements will be met: 1. Notify the appropriate district office <i>prior</i> to spudding of well; 2. A copy of the approved notice of intent to drill <i>shall be</i> posted on ea. 3. The minimum amount of surface pipe as specified below <i>shall be</i> so through all unconsolidated materials plus a minimum of 20 feet into t. 4. If the well is dry hole, an agreement between the operator and the c. 5. The appropriate district office will be notified before well is either plug. 6. If an ALTERNATE II COMPLETION, production pipe shall be cement.	et by circulating cement to the top; in all cases surface pipe shall be set he underlying formation. district office on plug length and placement is necessary prior to plugging; aged or production casing is cemented in; ted from below any usable water to surface within 120 days of spud date.
• • • • • • • • • • • • • • • • • • • •	#133,891-C, which applies to the KCC District 3 area, alternate II cementing
	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	n my knowledge and belief.
Date: July 31, 2007 Signature of Operator or Agent:	and Jarlan Title: VP
For KCC Use ONLY	Remember to: - File Drill Pit Application (form CDP-1) with Intent to Drill;
API # 15 · 133 -27092-0000	- File Completion Form ACO-1 within 120 days of spud date;
\\/	- File acreage attribution plat according to field proration orders;
-20	- Notify appropriate district office 48 hours prior to workover or re-entry;
William Surface pipe required rest per Ait. // 2	Submit plugging report (CP-4) after plugging is completed;
Approved by: Kust 81-07	- Obtain written approval before disposing or injecting salt water.
This authorization expires: 2-1-08	- If this permit has expired (See: authorized expiration date) please
(This authorization void if drilling not started within 6 months of approval date.)	check the box below and return to the address below.
Sould date:	Well Not Drilled - Permit Expired
Spud date: Agent:	Signature of Operator or Agent: Date:
Mail to: KCC - Conservation Division, 130	S. Market - Room 2078, Wichita, Kansas 67202

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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

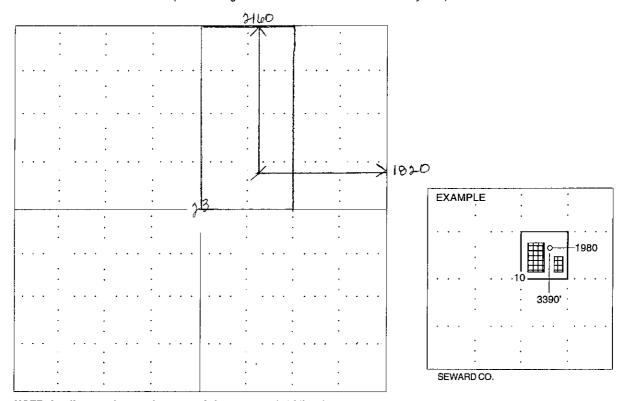
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please 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 - 133-27092-0000	Location of Well: County: Neosho
Operator: Quest Cherokee LLC	feet from V N / S Line of Section
Lease: Tele-Connect Inc.	feet from ✓ E / W Line of Section
Well Number: 23-1	Sec. 23 Twp. 28 S. R. 19 ✓ East Wes
Field: Cherokee Basin CBM	
Number of Acres attributable to well:	ls Section: ✓ Regular or ☐ Irregular
QTR / QTR / QTR of acreage: SW NE	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 OIL & GAS CONSERVATION DIVISION

Form CDP-1 April 2004 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

_C	License Number: 33344			
Operator Address: 9520 North May Avenue, Suite 300 Oklahoma City, Oklahoma 73120				
	Phone Number: (405) 463 - 6880			
ct Inc. #23-1	Pit Location (QQQQ):			
Pit is:		<u>SW</u> _ <u>NE</u> _		
✓ Proposed	Existing	Sec. 23 Twp. 28 R. 19 ✓ East West		
If Existing, date co	onstructed:	2160 Feet from 🗸 North / 🗌 South Line of Section		
Dit canacity:		Feet from ✓ East / West Line of Section		
1 ' '	(bbis)	Neosho County		
Is the pit located in a Sensitive Ground Water Area? Yes		Chloride concentration: mg/l (For Emergency Pits and Settling Pits only)		
Artificial Liner?		How is the pit lined if a plastic liner is not used?		
Yes ✓	Yes 🗸 No			
BO Length (fe	Width (feet)N/A: Steel Pits			
rom ground level to de	eepest point:	10 (feet)		
liner		edures for periodic maintenance and determining ncluding any special monitoring.		
··		Operation lasting approx 3 days		
	, Jg	operationing apprent a saye		
Distance to nearest water well within one-mile of pit		Depth to shallowest fresh waterfeet.		
		iredwell owner electric logKDWR		
	Drilling, Workover and Haul-Off Pits ONLY:			
Emergency, Settling and Burn Pits ONLY: Producing Formation:		Type of material utilized in drilling/workover: Air Drilled		
Number of producing wells on lease:		Number of working pits to be utilized: One		
Barrels of fluid produced daily:		Abandonment procedure: Air Dry, Back Fill and 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.				
	$\mathcal{I}_{\mathcal{A}} \setminus$	AUG 0 1 2007		
X	e yard	ONSERVATION DIVISION WICHTA, KS		
/	• S	ignature of Applicant or Agent WICHITA, KS		
KCC OFFICE USE ONLY				
Date Received: \(\frac{1}{\chi_0?} \) Permit Number: \(\frac{1}{\chi_0?} \) Permit Date: \(\frac{1}{\chi_0?} \) Lease Inspection: \(\text{Yes } \text{\chi_0} \) No				
	ct Inc. #23-1 Pit is: Proposed If Existing, date of the control	Avenue, Suite 300 Ok ct Inc. #23-1 Pit is: Proposed Existing If Existing, date constructed: Pit capacity: 300 (bbls) Area? Yes No Artificial Liner? Yes No Common ground level to deepest point: Common ground level to deepest point: Air Drilling Proposed Existing If Existing (bbls) Area? Yes No Common ground level to deepest point: Common ground level		