For KCC Use:

Effective Date: 11-3-07

District # 3

SGA? | Yes | 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

| November 2, 2007   | _  |                    |
|--|--|--------------------|
| Expected Spud Date   | Spot NE SE Sec. 2 Two. 28 S. R. 18   | ✓ East             |
|  |  | West               |
| OPERATOR: License# 33344   |  |                    |
| Name. Quest Cherokee LLC   |  | ection             |
| Address: 9520 North May Avenue, Suite 300  | Is SECTION   |                    |
| 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: Wicker, Raleigh O. Well #: 2-1   | <del></del>        |
| CONTRACTOR: License# Will be licensed by the KCC /   | Field Name: Cherokee Basin CBM   |                    |
| Name: Will advise on the ACO-1   |  | s 🗸 No             |
| Name:  | Target Formation(s): Cherokee Coals  |                    |
| Well Drilled For: Well Class: Type Equipment:  | Nearest Lease or unit boundary: 660  |                    |
| Oil Enh Rec  Infield  Mud Rotary   |  | feet MSL           |
| Gas Storage Pool Ext. Air Rotary   | Water well within one-quarter mile:  | s VNo              |
| OWWO Disposal Wildcat Cable  | Public water supply well within one mile:  | s <b>√</b> No      |
| Seismic: # of Holes Other  | Depth to bottom of fresh water: 100 Depth to bottom of usable water: 200/50  |                    |
| ✓ Other Coalbed Methane  | Depth to bottom of usable water:   |                    |
| <u></u>  |  |                    |
| 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: 1300  Cherokee Coals  Cherokee Coals  | <del></del>        |
| Original Completion Date:Original Total Depth:   | Torridation at Total Doptim  |                    |
| The Man  | Water Source for Drilling Operations:  |                    |
| Directional, Deviated or Horizontal wellbore? Yes ✓ No   | Welt 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?   | s ✓ No             |
|  | If Yes, proposed zone:   | <del></del>        |
| AFFI   | DAVIT  |                    |
| The undersigned hereby affirms that the drilling, completion and eventual plu  | RECEI  | VED                |
| It is agreed that the following minimum requirements will be met:  | KANSAS CURPURATI   | ION COMMISSIO      |
| Notify the appropriate district office <i>prior</i> to spudding of well;   | OCT 2 f  | 2007               |
| 2. A conv of the approved notice of intent to drill <b>shall be</b> posted on each   | h drilling rig; OCT 2.9  |                    |
| 3. The minimum amount of surface pipe as specified below shall be set  | t by circulating cement to the top; in all cases surface pipe shall be   | set                |
|  |  |                    |
| 4. If the well is dry hole, an agreement between the operator and the district office will be notified before well is either plugg   | strict office on plug length and placement is necessary prior to plu   | ryyniy;            |
| 6. If an ALTERNATE II COMPLETION, production pipe shall be cemented  | 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 c   |                    |
| must be completed within 30 days of the spud date or the well shall b  |  | ementing           |
|  | ne plugged. In all cases, NOTIFY district office prior to any ceme:  | ementing<br>nting. |
| _  |  | ementing<br>nting. |
| I hereby certify that the statements made herein are true and to the best of   | my knowledge and belief.   | ementing<br>nting. |
| _  |  | ementing<br>nting. |
| I hereby certify that the statements made herein are true and to the best of   | my knowledge and belief.  Title: VP  | ementing<br>nting. |
| I hereby certify that the statements made herein are true and to the best of  Date: October 26, 2007 Signature of Operator or Agent: 1 G   | my knowledge and belief.  Title: VP  Remember to:  | ementing<br>nting. |
| I hereby certify that the statements made herein are true and to the best of  Date: October 26, 2007  Signature of Operator or Agent: Agent: Agent: Agent Ag | my knowledge and belief.  Title: VP  Remember to: - File Drill Pit Application (form CDP-1) with Intent to Drill;  | ementing nting.    |
| I hereby certify that the statements made herein are true and to the best of Date: October 26, 2007  Signature of Operator or Agent: 1 G  For KCC Use ONLY  API # 15 - 133-27268-0000  | my knowledge and belief.  Title: VP  Remember to:  | ementing nting.    |
| I hereby certify that the statements made herein are true and to the best of Date: October 26, 2007  Signature of Operator or Agent: 1 G  For KCC Use ONLY  API # 15 - 133-27268-000  Conductor pipe required Nove feet  | my knowledge and belief.  Title: VP  Remember to:  - File Drill Pit Application (form CDP-1) with Intent to Drill;  - File Completion Form ACO-1 within 120 days of spud date;   | nting.             |
| I hereby certify that the statements made herein are true and to the best of Date: October 26, 2007  Signature of Operator or Agent: 1 G  For KCC Use ONLY  API # 15 - 133-27268-0000  | my knowledge and belief.  Title: VP  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-er Submit plugging report (CP-4) after plugging is completed;   | nting.             |
| I hereby certify that the statements made herein are true and to the best of Date: October 26, 2007  Signature of Operator or Agent: October 26, 2007  For KCC Use ONLY  API # 15 - 1.33 - 2.72 68 - 0000  Conductor pipe required feet  Minimum surface pipe required feet per Alt. V(2)  | my knowledge and belief.  Title: VP  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-er   | nting.             |
| For KCC Use ONLY  API # 15 - 1.33-27268-0000  Conductor pipe required feet Minimum surface pipe required feet per Alt. 1/2  Approved by: Left 10-29-07   | my knowledge and belief.  Title: VP  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-er Submit plugging report (CP-4) after plugging is completed;   | nting.             |
| I hereby certify that the statements made herein are true and to the best of Date: October 26, 2007  Signature of Operator or Agent: Agent: Agent: Agent: Agent: Agent: Agent  | Title: VP  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-er Submit plugging report (CP-4) after plugging is completed; - Obtain written approval before disposing or injecting salt water.   | nting.             |
| For KCC Use ONLY  API # 15 - 1.33-27268-0000  Conductor pipe required feet Minimum surface pipe required feet per Alt. 1/2  Approved by: Last 10-29-07   | Title: VP  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-er 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                                    | nting.             |
| For KCC Use ONLY  API # 15 - 133-27268-000  Conductor pipe required feet Minimum surface pipe required feet per Alt. 10-29-07  This authorization void if drilling not started within months of approval date.)  | 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-er. 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. | nting.             |

#### 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 - 133-27268-0000  | Location of Well: County: Neosho   |
|--|--|
| Operator: Quest Cherokee LLC                                       | 1980 feet from N / V S Line of Section   |
| Lease: Wicker, Raleigh O.  | 660 feet from 🗸 E / 🗌 W Line of Section  |
| Well Number: 2-1   | Sec. 2 Twp. 28 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. |
| QIII) QIII) QIII QIII  | 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.)

|       |   |                 |                                       | 1            |
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|       |   |                 |                                       |              |
| •     | • | •               | ·                                     |              |
|       | 4 | •               | •                                     | SEWARD 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.

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

- 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                       | klahoma City, Oklahoma 73120  |  |  |
| Contact Person: Richard Marlin   |   | Phone Number: ( 405 ) 463 - 6880 |   |  |  |
| Lease Name & Well No.: Wicker, Rale  | eigh O. #2-1  |                                  | Pit Location (QQQQ):  |  |  |
| Type of Pit:    Burn Pit   Burn P | Pit is:  ✓ Proposed Existing                              |                                  |   |  |  |
| Settling Pit  Workover Pit  Haul-Off Pit  (If WP Supply API No. or Year Drilled)   | If Existing, date constructed:  Pit capacity:  300 (bbls) |                                  | 1980 Feet from North / South Line of Section 660 Feet from East / West Line of Section Neosho County                            |  |  |
| Is the pit located in a Sensitive Ground Water  Is the bottom below ground level?  Yes V No  |   |                                  | Chloride concentration: mg/l  (For Emergency Pits and Settling Pits only)  How is the pit lined if a plastic liner is not used? |  |  |
| Pit dimensions (all but working pits): 30 Length (feet) 10 Width (feet) N/A: Steel Pits  Depth from ground level to deepest point: 10 (feet)   |   |                                  |   |  |  |
| material, thickness and installation procedure   | ł.  |                                  | ncluding any special monitoring.  Operation Lasting Approx 3 Days   |  |  |
| Source of  |   | Source of infor                  |   |  |  |
| N/A feet Depth of water wellfeet   |   |                                  | measured well owner electric log KDWR   |  |  |
|  |   | 1                                | Drilling, Workover and Haul-Off Pits ONLY:  Type of material utilized in drilling/workover:  Air Drilled                        |  |  |
|  |   | 1                                | king pits to be utilized: One   |  |  |
|  |   |                                  | 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 mu   |   | Drill pits must b                | be closed within 365 days of spud date.   |  |  |
| I hereby certify that the above state  | ments are true and o                                      | correct to the best              | RECEIVED tof my knowledge and belief. KANSAS CORPORATION COMMIS   |  |  |
| October 26, 2007  Date   | Ro  | chard Y                          | OCT 2 9 2007  ignature of Applicant or Agent  CONSERVATION DIVISION WICHITA KS  |  |  |
| KCC OFFICE USE ONLY  |   |                                  |   |  |  |
| Date Received: 10/29/07 Permit Num   | ber:  | Permi                            | it Date: 10/29/07 Lease Inspection: Yes 🗷 No  |  |  |