CONFIDENTIAL

Purchaser:_

Operator: __ Well Name: ____

7/24/2006

Signature:

Date Commission Expires:

Spud Date or

KANSAS CORPORATION COMMISSION RIGHTS OIL & GAS CONSERVATION DIVISION RIGHTS OF A STATE O

WELL HISTORY - DESCRIPTION OF WELL & LEASE

Operator: License # 33365 API No. 15 - 125-31042-00-00 Name: Layne Energy Operating, LLC County: Montgomery 1900 Shawnee Mission Parkway NE SW Sec. 23 Twp. 31 S. R. 14 Fast West City/State/Zip: Mission Woods, KS 66205 1980 __ feet from S / N (circle one) Line of Section 1980 _____ feet from E / (W) (circle one) Line of Section Operator Contact Person:_M. Brent Nattrass Footages Calculated from Nearest Outside Section Corner: Phone: (913) 748-3960 (circle one) NE Contractor: Name: Thornton Air Rotary Lease Name: Schabel ___Well #. 11-23 Field Name: Cherokee Basin Coal Area License: 33606 Producing Formation: Cherokee Coals Wellsite Geologist: _ Elevation: Ground: 898' Designate Type of Completion: Kelly Bushing:_ ✓ New Well _____ Re-Entry ____ Workover Total Depth: 1523' _ Plug Back Total Depth: 1518.7' __SWD _____SIOW ____Temp. Abd. Amount of Surface Pipe Set and Cemented at 20 ✓ Gas _____ ENHR ____ SIGW Multiple Stage Cementing Collar Used? Yes ✓ No ___ Other (Core, WSW, Expl., Cathodic, etc) If yes, show depth set _ If Workover/Re-entry: Old Well Info as follows: If Alternate II completion, cement circulated from 1519' feet depth to Surface **Drilling Fluid Management Plan** Original Comp. Date: _____ Original Total Depth: ____ (Data must be collected from the Reserve Pit) ____ Re-perf. _ Deepening _Conv. to Enhr./SWD Chloride content N/A ___ ppm Fluid volume_____ bbls _ Plug Back _ _Plug Back Total Depth Dewatering method used N/A - Air Drilled __ Commingled Docket No. Location of fluid disposal if hauled offsite: _ Dual Completion Docket No.___ Operator Name: Other (SWD or Enhr.?) Docket No._ License No.:____ 7/26/2006 4/11/2007 Quarter_____ Sec.____ Twp.____S. R.___ East West Date Reached TD Completion Date or Recompletion Date Recompletion Date INSTRUCTIONS: An original and two copies of this form shall be filed with the Kansas Corporation Commission, 130 S. Market - Room 2078, Wichita, Kansas 67202, within 120 days of the spud date, recompletion, workover or conversion of a well. Rule 82-3-130, 82-3-106 and 82-3-107 apply. Information of side two of this form will be held confidential for a period of 12 months if requested in writing and submitted with the form (see rule 82-3-107 for confidentiality in excess of 12 months). One copy of all wireline logs and geologist well report shall be attached with this form. ALL CEMENTING TICKETS MUST BE ATTACHED. Submit CP-4 form with all plugged wells. Submit CP-111 form with all temporarily abandoned wells. All requirements of the statutes, rules and regulations promulgated to regulate the oil and gas industry have been fully complied with and the statements herein are complete and correct to the best of my knowledge. KCC Office Use ONLY Letter of Confidentiality Attached If Denied, Yes Date: Subscribed and sworn to before me this_ Wireline Log Received Geologist Report Received RECEIVED MacLAUGHL DARLING C Distribution KANSAS CORPORATION COMMISSION

Notary Public - State of Kansas