RECEIVED KANSAS CORPORATION COMMISSION

For KCC Use:	12.20
Effective Date:	10-2-07
District #	<u> </u>
SGA2 TVes	₩ _{No}

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

NOV 2 7 2007

Form C-1 December 2002 Form must be Typed

Form must be Signed NOTICE OF INTENT TO DRILL CONSERVATION DIVISIONALI blanks must be Filled Must be approved by KCC five (5) days prior to commencing well WICHITA, KS December 2, 2007 ✓ East Expected Spud Date Sec. 19 Two. 28 S. R. 20 vear day 1980 N / ✓ S Line of Section OPERATOR: License# 33344 ✓ E / W Line of Section _feet from Name: Quest Cherokee LLC Address: 210 Park Avenue Ste 2750 ✓_Regular __ Irregular? Is SECTION City/State/Zip: Oklahoma City Oklahoma 73102 (Note: Locate well on the Section Plat on reverse side) County: Neosho Contact Person: Richard Marlin Well #: 19-1 Phone: 405-702-7480 Lease Name: Heady, J.B. Field Name: Cherokee Basin CBM CONTRACTOR: License# Will be licensed by the KCC Yes ✓ No Is this a Prorated / Spaced Field? Name: Will advise on the ACO-1 Target Formation(s): Cherokee Coal Nearest Lease or unit boundary: 660 Well Drilled For: Well Class: Type Equipment: feet MSL Ground Surface Elevation: 906 Mud Rotary Infield Enh Rec Yes V No. Water well within one-quarter mile: ✓ Air Rotary ✓ Gas Storage Pool Ext. Public water supply well within one mile: Wiidcat Cable Disposal Depth to bottom of fresh water: NA-/65 Other # of Holes Depth to bottom of usable water: WA /75 Seismic: Other_Coalbed Methane Surface Pipe by Alternate: 1 Length of Surface Pipe Planned to be set: If OWWO: old well information as follows: Length of Conductor Pipe required: Operator:_ Projected Total Depth: 1100 Well Name: Formation at Total Depth: Cherokee Coals Original Total Depth: Original Completion Date: ___ Water Source for Drilling Operations: Directional, Deviated or Horizontal wellbore? Well Farm Pond If Yes, true vertical depth:__ DWR Permit #: (Note: Apply for Permit with DWA 🔲) Bottom Hole Location: Yes ✓ No KCC DKT #: 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; 3. 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; 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 test of my knowledge and belief. Title:_Vice President Date: November 26, 2007 Signature of Operator or Agent: Remember to: For KCC Use ONLY - File Drill Pit Application (form CDP-1) with Intent to Drill; API # 15 133-27304-0000 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; Submit plugging report (CP-4) after plugging is completed; Minimum surface pipe required_ Obtain written approval before disposing or injecting salt water. Approved by: 11-27-07 If this permit has expired (See: authorized expiration date) please This authorization expires: 11-27-08 check the box below and return to the address below. (This authorization void if drilling not started within months of approval date.) Well Not Drilled - Permit Expired Signature of Operator or Agent: Spud date:__ Agent:

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW NOV 2 7 2007

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

CONSERVATION DIVISION WICHITA, KS

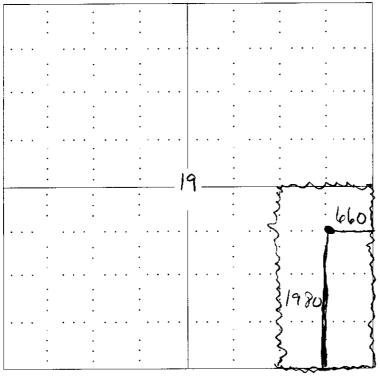
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please 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.

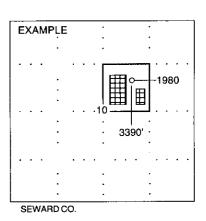
API No. 15 - 1,33-27304-0000	Location of Well: County: Neosho
Operator: Quest Cherokee LLC	1980 feet from N / V S Line of Section
Lease: Heady, J.B.	660 feet from F E / W Line of Section
Well Number: 19-1	Sec. 19 Twp. 28 S. R. 20 ✓ East Wes
Field: Cherokee Basin CBM	
Number of Acres attributable to well: NE SE	Is Section: Regular or Irregular 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.
- 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).

RECEIVED

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form CDP-1 April 2004 Form must be Typed

APPLICATION FOR SURFACE PIT

CONSERVATION DIVISION WICHTALKS Submit in Duplicate

Operator Name: Quest Cherokee LLC			License Number: 33344	
Operator Address: 210 Park Avenue, Suite 2750, Oklahoma City Oklahoma 73102				
Contact Person: Richard Marlin			Phone Number: (405) 702 -7480	
Lease Name & Well No.: Heady, J.B. 19-1			Pit Location (QQQQ):	
Type of Pit:	Pit is:		<u>NE</u> SE	
Emergency Pit Burn Pit	Proposed Existing		Sec. 19 _{Twp.} 28 _{R.} 20	
Settling Pit	If Existing, date constructed:		1980 Feet from North / 🗸 South Line of Section	
Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled)	Pit capacity:		660 Feet from 🗸 East / 🗌 West Line of Section	
(II WE Supply AFTINO. OF Teat Dillied)			Neosho County	
Is the pit located in a Sensitive Ground Water Area? Yes 🗸 No		Chloride concentration: mg/l		
Is the bottom below ground level?	Artificial Liner? ☐ Yes ✓ No		(For Emergency Pits and Settling Pits only) How is the pit lined if a plastic liner is not used?	
☐ Yes ✓ No			, in the second	
Pit dimensions (all but working pits): 30 Length (feet) 10 Width (feet) N/A: Steel Pits				
Depth fr	om ground level to de	eepest point: 10	(feet)	
· · · · · · · · · · · · · · · · · · ·			dures for periodic maintenance and determining icluding any special monitoring.	
material, anomices and metallicity precedure,		Air Drilling Operation Lasting Approx 3 Days		
			. , ,	
			İ	
Distance to nearest water well within one-mile of pit N/A 341 م 1300 feet Depth of water well		Depth to shallowest fresh water うららfeet. Source of information:		
		measured well owner electric log KDWR		
Emergency, Settling and Burn Pits ONLY:		Drilling, Workover and Haul-Off Pits ONLY:		
Producing Formation:		Type of material utilized in dritting/workover: Air -Drilled		
Number of producing wells on lease:		Number of working pits to be utilized: One		
Barrels of fluid produced daily:		Abandonment p	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.				
$\mathcal{P}_{\alpha} \setminus \mathcal{M}_{\alpha} \wedge \mathcal{M}_{\alpha}$				
November 26, 2007 Date	11.0	yano 1	gnature of Applicant or Agent	
KCC OFFICE USE ONLY				
Date Received: U/27/d7 Permit Num	h		t Date: (1 (27 / o.7. Lease Inspection: Ves (v) No.	