### For KCC Use: Effective Date: District #

#### KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form C-1 October 2007 Form must be Typed Form must be Signed All blanks must be Filled

## NOTICE OF INTENT TO DRILL

|   | Must be approved by KCC five   | (5) days prior to commencing well  |             |
|---|--|--|-------------|
| Expected Spud Date:   | February 4, 2008   | Spot Description:  |             |
| Exposing open Date:   | month day year   | N/2 S/2 SW Sec. 17 Twp. 29 S. R. 20 XE   | ٦w          |
|   | 33344  | (Q/Q/Q/Q/Q) 990 feet from N / X S Line of Se   | _           |
| OPERATOR: License#  |  | 1,320 feet from E / X W Line of Se   |             |
| Name: Quest Cherokee, L   | LC   | Is SECTION: Regular Irregular?   |             |
| Address 1: 210 W. Park A  | ve., Suite 2750  | IS SECTION. Megular Integular:   |             |
| Address 2:  | OV 72402   | (Note: Locate well on the Section Plat on reverse side)  |             |
| City: Oklahoma City   | State: OK Zip: 73102 +   | County: Neosho   |             |
| Contact Person: Richard   | Mariin   | Lease Name: Janssen, Donald E. Well #: 17-1  |             |
| Phone: 405-702-7480   | <del></del>  | Field Name: Cherokee Basin CBM   |             |
| CONTRACTOR: License#  |  | Is this a Prorated / Spaced Field?   | No          |
| Name: Will advise on the A  | CO-1   | Target Formation(s): Cherokee Coals  |             |
| Mt-II Della d Fam   | Well Class: Type Equipment:  | Nearest Lease or unit boundary line (in footage): 330  |             |
| Well Drilled For:   | <u> </u>   |  | MSL         |
|   |  | Water well within one-quarter mile:  | ]No _       |
| ☐ Gas ☐ ☐ Store ☐ Store   | ·  |  | No          |
| Disp  |  | Depth to bottom of fresh water: 100  |             |
| Seismic ;#  |  | Depth to bottom of usable water: 150   |             |
| Other: Coalbed Meth   | IGI IO   | Surface Pipe by Alternate: 1 XII   |             |
| If OWWO: old wel  | Il information as follows:   | Length of Surface Pipe Planned to be set: 25   |             |
| · · · · · · · · · · · · · · · · · · ·   |  | Length of Conductor Pipe (if any):   |             |
| • •   |  | Projected Total Depth: 1500  |             |
|   |  | Formation at Total Depth: Cherokee Coals   |             |
| Original Completion D   | Date: Original Total Depth:  | Water Source for Drilling Operations:  |             |
| Discourse Designation   1   | orizontal wellbore?  | Well Farm Pond Other: Air  |             |
| Directional, Deviated or He   | orizontal welloole?  |  |             |
|   |  | DWR Permit #:(Note: Apply for Permit with DWR )  |             |
|   |  | — <u> </u>   | <b>(</b> No |
| KOO DK1 #.  |  |  | 71.00       |
|   |  | If Yes, proposed zone: RECEIVED  |             |
|   | APP  | KANSAS CORPORATION COMM  | SSION       |
|   |  | IDAVII   |             |
|   | affirms that the drilling, completion and eventual plu   | gging of this well will comply with K.S.A. 55 et. seq. JAN 3 1 2008  |             |
| It is agreed that the follow  | wing minimum requirements will be met:   |  |             |
| 1. Notify the appropr   | riate district office prior to spudding of well;   | CONSERVATION DIVISION  |             |
| <ol><li>A copy of the appr</li></ol>  | roved notice of intent to drill shall be posted on each  | drilling rig; WICHITA KS   |             |
| 3. The minimum amo  | ount 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 uncons  | solidated materials plus a minimum of 20 feet into the   | rict office on plug length and placement is necessary prior to plugging;   |             |
| 5. The appropriate d  | listrict office will be notified before well is either plugg   | ed or production casing is cemented in;  |             |
| 6 If an ALTERNATE   | II COMPLETION, production pipe shall be cemented   | d from below any usable water to surface within 120 DAYS of spud date.   |             |
| Or pursuant to Ap   | pendix "B" - Eastern Kansas surface casing order #1  | 33,891-C, which applies to the KCC District 3 area, alternate II cementing   |             |
| must be complete  | d 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 correct to the b   | est of,my knowledge and belief.  |             |
|   |  |  |             |
|   | •  | - 1 TVI - 1/2 VICE President   |             |
| Date: January 29, 200   | •  | and Markin Vice President  |             |
| Date: January 29, 200   | (I) n  | Title.   |             |
| Date: January 29, 200   | •  | Remember to:   | 17          |
| For KCC Use ONLY  | Signature of Operator or Agent: 1916   | Remember to:  - File Drill Pit Application (form CDP-1) with Intent to Drill;  |             |
| For KCC Use ONLY API # 15 - 133 - 2   | Signature of Operator or Agent: 19   | Remember to:   | 17 29       |
| For KCC Use ONLY API # 15 - 133 - 2 Conductor pipe require  | Signature of Operator or Agent: 7,000  | Title:  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-entry;  | 29          |
| For KCC Use ONLY API # 15 - 133 - 2 Conductor pipe require Minimum surface pipe   | Signature of Operator or Agent: 1990-0000  Dead None feet required 20 feet per ALT. 1911   | Title:  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-entry;  Submit plugging report (CP-4) after plugging is completed (within 60 days   | 29          |
| For KCC Use ONLY API # 15 - 133 - 2 Conductor pipe require Minimum surface pipe   | Signature of Operator or Agent: 1990-0000  ad None feet required 20 feet per ALT. 1  | Title:  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-entry;  - Submit plugging report (CP-4) after plugging is completed (within 60 days  - Obtain written approval before disposing or injecting salt water.  | 29          |
| For KCC Use ONLY  API # 15 - 133 - 2  Conductor pipe require  Minimum surface pipe  Approved by: Lut 1                          | Signature of Operator or Agent: 1990-0000  Dod None feet required 20 feet per ALT. 1 1911  | Title:  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-entry; - Submit plugging report (CP-4) after plugging is completed (within 60 days - Obtain written approval before disposing or injecting salt water If this permit has expired (See: authorized expiration date) please  | 29 20       |
| For KCC Use ONLY  API # 15 - 133 - 2  Conductor pipe require  Minimum surface pipe  Approved by:                                | Signature of Operator or Agent: 1990-0000  Dod None feet required 20 feet per ALT. 1 1911  | Title:  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-entry; Submit plugging report (CP-4) after plugging is completed (within 60 days 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.  | 29 20 🔀     |
| For KCC Use ONLY  API # 15 - 133 - 2  Conductor pipe require  Minimum surface pipe  Approved by: [144]  This authorization expl | Signature of Operator or Agent: 1990-0000  Inda None feet  Irequired 20 feet per ALT. I Miles: 1-3+08  | Title:  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-entry;  Submit plugging report (CP-4) after plugging is completed (within 60 days  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.  Well Not Orilled - Permit Expired Date: | 29 20       |
| For KCC Use ONLY  API # 15 - 133 - 2  Conductor pipe require  Minimum surface pipe  Approved by: [144]  This authorization expl | Signature of Operator or Agent: 1990-000  In the second of | Title:  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-entry; Submit plugging report (CP-4) after plugging is completed (within 60 days 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.  | 29 20 🔀     |

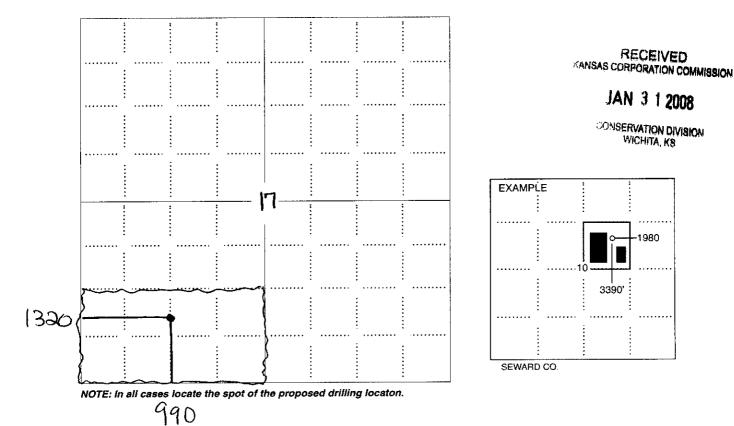
### IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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 - 133-27400-0000                          |  |
|--|--|
| Operator: Quest Cherokee, LLC                        | Location of Well: County: Neosho   |
| Lease:   | 990 feet from N / X S Line of Section  |
| Well Number: 17-1                                    | 1,320 feet from E / X W Line of Section  |
| Field: Cherokee Basin CBM                            | Sec. <u>17</u> Twp. <u>29</u> S. R. <u>20</u> 🔀 E 🗌 W  |
| Number of Acres attributable to well: N/2 _ S/2 _ SW | 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.)



#### 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 south / north and east / west outside section lines.
- 3. The distance to the nearest lease or unit boundary line (in footage).
- 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: 210 W. Park Av  | e., Suite 275                  | Oklahoma City OK 73102                                      |  |  |  |
| Contact Person: Richard Marlin  |                                |   | Phone Number: 405-702-7480   |  |  |
| Lease Name & Well No.: Janssen, Donald E. 17-1  |                                |   | Pit Location (QQQQ):   |  |  |
| Type of Pit:  | Pit is:                        |   | N/2S/2SW   |  |  |
| Emergency Pit Burn Pit  | Proposed                       | Existing  | Sec. 17 Twp. 29 R. 20 East West  |  |  |
| Settling Pit Drilling Pit   | If Existing, date constructed: |   | 990 Feet from North / South Line of Section                                      |  |  |
| Workover Pit Haul-Off Pit   | Dit sangaitu                   |   | 1,320 Feet from East / West Line of Section                                      |  |  |
| (If WP Supply API No. or Year Drilled)  | Pit capacity: 300              | (bbls)  | Neosho 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?  Air Drilling Well          |  |  |
|   |                                |   | <u> </u>   |  |  |
| Pit dimensions (all but working pits): 30 Length (feet) 10 Width (feet) N/A: Steel Pits                               |                                |   |  |  |  |
| Depth from ground level to deepest point (leet)   |                                |   |  |  |  |
|   |                                |   | edures for periodic maintenance and determining ncluding any special monitoring. |  |  |
| Well is being air drilled.  |                                | Well is being air drilled with operations lasting approx.   |  |  |  |
|   |                                | 3 days  |  |  |  |
|   |                                |   |  |  |  |
|   |                                | Depth to shallo<br>Source of info                           | owest fresh waterfeet.   |  |  |
| NA feet Depth of water wellfeet   |                                | 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 drilling/workover: Air Drilled |  |  |  |
| Number of producing wells on lease:   |                                | Number of wor   | king pits to be utilized:1   |  |  |
| 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  |                                | Drill nite must   | be closed within 365 days of spud date.  |  |  |
|   |                                |   | CANSAS CORPORATION COMMISSION  |  |  |
| I hereby certify that the above statements are true and correct to the best of my knowledge and belief.  JAN 3 1 2008 |                                |   |  |  |  |
|   |                                |   |  |  |  |
| January 29, 2008<br>Date  |                                | 1 mary 5  | Signature of Applicant or Agent WICHITA, KS                                      |  |  |
| KCC OFFICE USE ONLY Steel Pit RFAC RFAS   |                                |   |  |  |  |
|   |                                |   |  |  |  |
| Date Received: 1/31/08 Permit Number: Permit Date: 1/31/08 Lease Inspection: Yes No                                   |                                |   |  |  |  |