For KCC Use: Effective Date: District # SGA?

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

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

NOTICE OF INTENT TO DRILL

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

Must be approved by Now Inve	(a) days prior to continentially well
Expected Spud Date: 2/12/08	Spot Description:
month day yoar	NE NE SW SE Sec. 29 Twp. 27 S. R. 15 XE W
OPERATOR: License#	(2000) 1,220 feet from N / X S Line of Section
Name: Cherokee Wells, LLC	1,420 feet from E / W Line of Section
Address 1: P.O. Box 296	is SECTION: Regular Irregular?
Address 2: KS Zip: 66736 + City: Fredonia State: KS Zip: 66736 +	(Note: Locate well on the Section Plat on reverse side)
Contact Person: Tracy Miller	County Wilson
Phone: 620-378-3650	Lease Name: G. Sharp 29 Well #: A-3 SWD Field Name: Cherokee Basin Coal Gas Area
CONTRACTOR: License#_33072	
Name: Well Refined Drilling	Is this a Prorated / Spaced Field? Target Formation(s). Arbuckle
	Nearest Lease or unit boundary line (in footage): 1220'
Well Drilled For: Well Class: Type Equipment:	Ground Surface Elevation: Unknown feet MSL
Oil Enh Rec X Infield Mud Rotary	Water well within one-quarter mile:
Gas Storage Pool Ext. Air Rotary Disposal Wildcat Cable	Public water supply well within one mile:
Seismic: # of Holes Other	Depth to bottom of fresh water: est. 100'
Other.	Depth to bottom of usable water: est. 200'
If OWWO: old well information as follows:	Surface Pipe by Alternate:
The Owner of the Information as follows:	Length of Surface Pipe Planned to be set: 20' Minimum
Operator:	Length of Conductor Pipe (if any); N/A Projected Total Depth: 1750'
Well Name:Original Tatal Spath:	Formation at Total Depth: Arbuckle
Original Completion Date: Original Total Depth:	Water Source for Drilling Operations:
Directional. Deviated or Horizontal wellbore?	Well Farm Pond Other:
If Yes, true vertical depth:	DWR Permit #.
Bottom Hole Location:	(Note: Apply for Permit with DWB 🗾)
KCC DKT #:	Will Cores be taken?
	If Yes, proposed zone: RECEIVED
ΛFF	KANSAS CORPORATION COMMISSION
The undersigned hereby affirms that the drilling, completion and eventual plu	aging of this well will comply with K.S.A. 55 et. seg. FFR 11 5 2000
It is agreed that the following minimum requirements will be met	· · · · · · · · · · · · · · · · · · ·
Notify the appropriate district office <i>prior</i> to spudding of well;	CONSERVATION DIVISION
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 to	
through all unconsolidated materials plus a minimum of 20 feet into the 4. If the well is dry hole, an agreement between the operator and the distr	
5. The appropriate district 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	I from below any usable water to surface within 120 DAYS of spud date.
or pursuant to Appendix "B" - Eastern Kansas surface casing order #15 must be completed within 30 days of the spud date or the well shall be	33,891-C, which applies to the KCC District 3 area, alternate II cementing 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	
/ XI // /	Administrative Assistant
Date: 2/4/08 Signature of Operator or Agent:	Title: Administrative Assistant
	Remember to:
For KCC Use ONLY	
	File Drilt Pit Application (form CDP-1) with Intent to Drill;
API# 15 205-27432-0000	- File Completion Form ACO-1 within 120 days of soud date:
	- File Completion Form ACO-1 within 120 days of spud date: - File acreage attribution plat according to field proration orders:
API # 15 - 205 - 27432-0000 Conductor pipe required	- 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):
API # 15 · 205 - 27432-0000 Conductor pipe required None feet Minimum surface pipe required feet per ALT I VII Approved by: first 2-6-08	- 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): - Octain written approval before disposing or injecting salt water.
API # 15 - 205 - 27432-0000 Conductor pipe required	- 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): - Octain written approval before disposing or injecting salt water If this permit has expired (See: authorized expiration date) please
API # 15 · 205 - 27432-0000 Conductor pipe required None feet Minimum surface pipe required feet per ALT I VII Approved by: first 2-6-08	- 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): - Octain 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.
API # 15 205 - 27432-000 Conductor pipe required	- 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): - Octain written approval before disposing or injecting salt water If this permit has expired (See: authorized expiration date) please

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 - 205- 27432-0000	
Operator: Cherokee Wells, LLC	Location of Well: County: Wilson
Lease: G. Sharp 29	
Well Number: A-3 SWD	1,220 feet from N / X S Line of Section 1,420 feet from X E / W Line of Section
Field: Cherokee Basin Coal Gas Area	1,420 feet from
Number of Acres attributable to well: QTR/QTR/QTR/QTR of acreage: NE - NE - SW - SE	Is Section: Regular or Irregular
	If Section is Irregular, locate well from nearest corner boundary. Section corner used: NE NW SE SW

PLAT

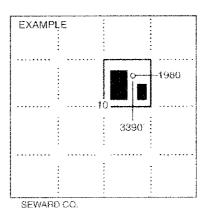
(Show location of the well and shade attributable acreage for prorated or spaced wells.)
(Show footage to the nearest lease or unit boundary line.)

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RECEIVED KANSAS CORPORATION COMMISSION

FEB 0 5 2008

CONSERVATION DIVISION WICHITA, KS



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 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: Cherokee Wells, LLC			License Number: 33539				
Operator Address: P.O. Box 296		Fredonia KS 66736					
Contact Person: Tracy Miller			Phone Number: 620-378-3650				
Lease Name & Well No.: G. Sharp 29	A-:	3 SWD	Pit Location (QQQQ):				
Type of Pit:	Pit is:		_NE _ NE _ SW _ SE				
Emergency Pit Burn Pit	Proposed	Existing	Sec. 29 Twp. 27 R. 15 East West				
Settling Pit Drilling Pit	If Existing, date c	onstructed:	1,220 Feet from North / South Line of Section				
Workover Pit Haul-Off Pit	Pit capacity:		1,420 Feet from East / West Line of Section				
(If WP Supply API No. or Year Drilled)	800	(bbis)	Wilson				
Is the pit located in a Sensitive Ground Water	Area? Yes	No	Chloride concentration: mg/l				
Is the bottom below ground level?	Artificial Liner?		(For Emergency Pits and Settling Pits only)				
Yes No	Yes X	No	How is the pit lined if a plastic liner is not used? Natural Clay & Earth				
Pit dimensions (all but working pits):3	0 Length (fe	eet) 40	Width (feet) N/A: Steel Pits				
	om ground level to de		e				
If the pit is lined give a brief description of the liner Describe procedures for periodic maintenance application COMMIS							
material, thickness and installation procedure		liner integrity, in	icidaling any special monitoring.				
			FEB 0 5 2008				
			CONSERVATION DIVISION WICHITA, KS				
		Depth to shallo Source of infor	west fresh water100feet.				
N/A feet Depth of water wellfeet		measu	red well owner electric log KDWR				
Emergency, Settling and Burn Pits ONLY:		Drilling, Workover and Haul-Off Pits ONLY:					
Producing Formation: Type of materi		erial utilized in drilling/workover: Fresh Water					
			lumber of working pits to be utilized:1				
Barrels of fluid produced daily:	Abandonment		procedure: Remove Fluids, Allow to Dry, Level Surface				
Does the slope from the tank battery allow all flow into the pit? Yes No			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.							
\sim							
2/4/08			Willey Willey				
Date		<u> </u>	gnature of Applicant or Agent				
KCC OFFICE USE ONLY Steel Pit RFAC RFAS							
Date Received: 2/5/08 Permit Numl	oer:	Permi	t Date: 🎒 s / c 🛭 Lease Inspection: 🔲 Yes 🔣 No				



Kathleen Sebelius, Governor Thomas E. Wright, Chairman Michael C. Moffet, Commissioner Joseph F. Harkins, Commissioner

NOTICE TO OPERATORS FILING INTENT TO DRILL FOR DISPOSAL OR ENHANCED RECOVERY INJECTION WELLS, (CLASS II INJECTION WELL)

The attached approved Notice of Intent to Drill indicates the proposed well is to be used for injection. An approved "Intent to Drill" does not approve injection authority as a Class II Injection Well in Kansas.

Before any well is used for injection purposes, the operator must file an application for injection authority in accordance with K.A.R. 82-3-401 and provide notice in accordance with K.A.R. 82-3-402. The Conservation Division must issue a written permit granting the application before commencement of injection.

The Conservation Division requirements and restrictions associated with Class II Injection are identified in **K.A.R. 82-3-400 et seq** of our regulations. Associated regulations governing drilling, completion and injection applications may be found in K.A.R. 82-3-135, Table I, Table II, in the Cedar Hills Sandstone Moratorium, (Docket #156,397-C), and the Eastern Kansas Surface Casing Order, (Docket #133,891-C).

If you have questions regarding the approval of injection authority, an injection application may be filed as a "Design Approval" before actual drilling and completion of the well occurs. If you have any questions or concerns regarding Class II injection wells or regulations, call the Underground Injection Control Department at 316-337-6200.

Failure to obtain commission approval before beginning injection is punishable by a penalty, shut-in of the well or both.