

For KCC Use:
 Effective Date: **6-24-08**
 District #: **3**
 SGA? Yes No

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: **June 27, 2008**
month day year

Spot Description:
 - SW - NW - SE Sec. 10 Twp. 31 S. R. 15 E W
 (or) 1680 feet from N / S Line of Section
 2280 feet from E / W Line of Section
 Is SECTION: Regular Irregular?

OPERATOR: License# **33074**
 Name: **Dart Cherokee Basin Operating Co LLC**
 Address 1: **211 W Myrtle**
 Address 2:
 City: **Independence** State: **KS** Zip: **67301** +
 Contact Person: **Bill Barks**
 Phone: **620-331-7870**

(Note: Locate well on the Section Plat on reverse side)
 County: **Montgomery**
 Lease Name: **E&F Scott Trust** Well #: **C3-10**
 Field Name: **Cherokee Basin Coal Gas Area**
 Is this a Prorated / Spaced Field? Yes No
 Target Formation(s): **Mississippian**

CONTRACTOR: License# **5675**
 Name: **McPherson Drilling**

Nearest Lease or unit boundary line (in footage): **360 Feet**
 Ground Surface Elevation: **828** feet MSL
 Water well within one-quarter mile: Yes No
 Public water supply well within one mile: Yes No
 Depth to bottom of fresh water: **150' +**
 Depth to bottom of usable water: **175'**
 Surface Pipe by Alternate: I II
 Length of Surface Pipe Planned to be set: **40'**
 Length of Conductor Pipe (if any):

Well Drilled For: Well Class: Type Equipment:
 Oil Enh Rec Infield Mud Rotary
 Gas Storage Pool Ext. Air Rotary
 Seismic Disposal Wildcat Cable
 Other: # of Holes Other
 If OWWO: old well information as follows:

Operator:
 Well Name:
 Original Completion Date: Original Total Depth:

Projected Total Depth: **1395 Feet**
 Formation at Total Depth: **Mississippian**

Directional, Deviated or Horizontal wellbore? Yes No
 If Yes, true vertical depth:
 Bottom Hole Location:
 KCC DKT #:

Water Source for Drilling Operations:
 Well Farm Pond Other:
 DWR Permit #: (Note: Apply for Permit with DWR)
 Will Cores be taken? Yes No
 If Yes, proposed zone:

AFFIDAVIT

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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:

JUN 18 2008

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.

CONSERVATION DIVISION
 WICHITA, KS

I hereby certify that the statements made herein are true and correct to the best of my knowledge and belief.

Date: **June 17, 2008** Signature of Operator or Agent: *William Barks* Title: **Operations Manager**

For KCC Use ONLY
 API # 15 - **125-31684-0000**
 Conductor pipe required: **None** feet
 Minimum surface pipe required: **20** feet per ALT. I II
 Approved by: **Ruth 6-19-08**
 This authorization expires: **6-19-09**
 (This authorization void if drilling not started within 12 months of approval date.)
 Spud date: Agent:

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 Drilled - Permit Expired Date:
 Signature of Operator or Agent:

10
 31
 15
 E
 W

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 - 125-31684-0000
 Operator: Dart Cherokee Basin Operating Co LLC
 Lease: E&F Scott Trust
 Well Number: C3-10
 Field: Cherokee Basin Coal Gas Area
 Number of Acres attributable to well: 40
 QTR/QTR/QTR/QTR of acreage: SW - NW - SE

Location of Well: County: Montgomery
 1680 feet from N / S Line of Section
 2280 feet from E / W Line of Section
 Sec. 10 Twp. 31 S. R. 15 E W

Is Section: Regular or Irregular

If Section is Irregular, locate well from nearest corner boundary.

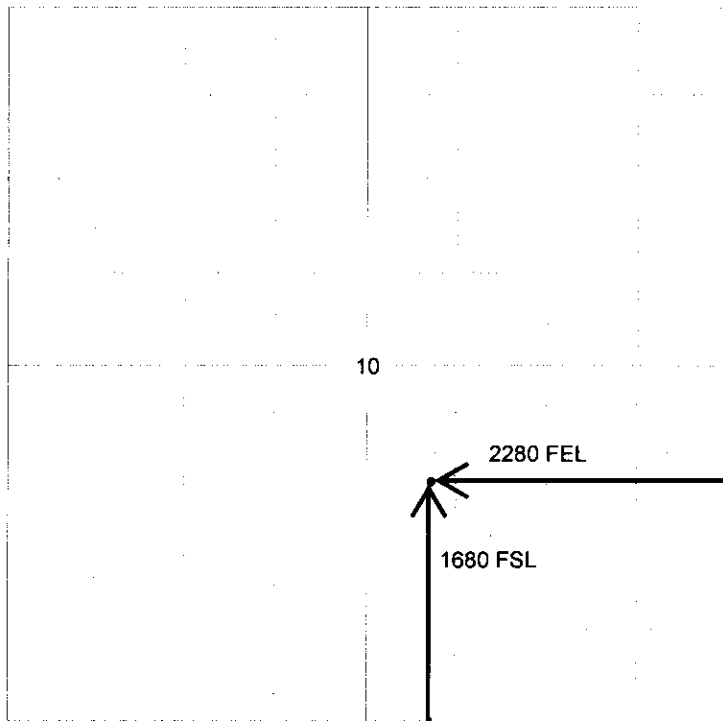
Section corner used: NE NW SE SW

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.)

T31S



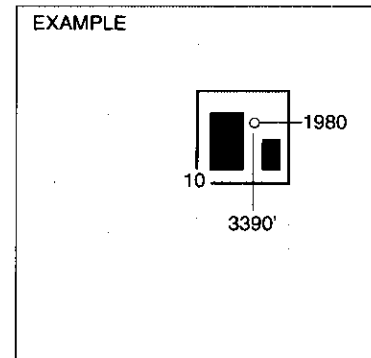
NOTE: In all cases locate the spot of the proposed drilling location.

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 WICHITA, KS

R15E



SEWARD CO.

Montgomery County

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: (CO-7 for oil wells; CG-8 for gas wells).

**KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
APPLICATION FOR SURFACE PIT**

Form CDP-1
April 2004
Form must be Typed

Submit in Duplicate

Operator Name: Dart Cherokee Basin Operating Co LLC		License Number: 33074
Operator Address: 211 W Myrtle		Independence KS 67301
Contact Person: Bill Barks		Phone Number: 620-331-7870
Lease Name & Well No.: E&F Scott Trust C3-10		Pit Location (QQQQ): <div style="text-align: center;"> SW NW SE Sec. <u>10</u> Twp. <u>31</u> R. <u>15</u> <input checked="" type="checkbox"/> East <input type="checkbox"/> West <u>1680</u> Feet from <input type="checkbox"/> North / <input checked="" type="checkbox"/> South Line of Section <u>2280</u> Feet from <input checked="" type="checkbox"/> East / <input type="checkbox"/> West Line of Section Montgomery County </div>
Type of Pit: <input type="checkbox"/> Emergency Pit <input type="checkbox"/> Burn Pit <input type="checkbox"/> Settling Pit <input checked="" type="checkbox"/> Drilling Pit <input type="checkbox"/> Workover Pit <input type="checkbox"/> Haul-Off Pit <small>(If WP Supply API No. or Year Drilled)</small>		Pit is: <input checked="" type="checkbox"/> Proposed <input type="checkbox"/> Existing If Existing, date constructed: _____ Pit capacity: 926 (bbls)
Is the pit located in a Sensitive Ground Water Area? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		Chloride concentration: _____ mg/l <small>(For Emergency Pits and Settling Pits only)</small>
Is the bottom below ground level? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Artificial Liner? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	How is the pit lined if a plastic liner is not used? Natural Clays
Pit dimensions (all but working pits): <u>35</u> Length (feet) <u>30</u> Width (feet) <input type="checkbox"/> N/A: Steel Pits Depth from ground level to deepest point: <u>5</u> (feet) <input type="checkbox"/> No Pit		
If the pit is lined give a brief description of the liner material, thickness and installation procedure.		Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring.
Distance to nearest water well within one-mile of pit <u>3586</u> feet Depth of water well <u>75</u> feet		Depth to shallowest fresh water _____ feet. Source of information: <input type="checkbox"/> measured <input type="checkbox"/> well owner <input type="checkbox"/> electric log <input type="checkbox"/> KDWR
Emergency, Settling and Burn Pits ONLY: Producing Formation: _____ Number of producing wells on lease: _____ Barrels of fluid produced daily: _____ Does the slope from the tank battery allow all spilled fluids to flow into the pit? <input type="checkbox"/> Yes <input type="checkbox"/> No		Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: None Air Rig _____ Number of working pits to be utilized: <u>0</u> Abandonment procedure: Air Dry & Backfill 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.		
June 17, 2008 Date	<i>William Barks</i> Signature of Applicant or Agent	RECEIVED KANSAS CORPORATION COMMISSION JUN 18 2008 CONSERVATION DIVISION WICHITA, KS
KCC OFFICE USE ONLY		
Date Received: <u>6/18/08</u> Permit Number: _____		Steel Pit <input type="checkbox"/> RFAC <input type="checkbox"/> RFAS <input type="checkbox"/>
Permit Date: <u>6/18/08</u> Lease Inspection: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		

15-125-31684-0000