

For KCC Use: 12-8-07
Effective Date: 12-8-07
District # 3
SGA? ☐ Yes ☒ No

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

NOTICE OF INTENT TO DRILL

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

Form C-1

October 2507

Form must be Typed
Form must be Signed
All blanks must be Filled

Expected Spud Date: 12 month 8 day 07 year

OPERATOR: License# 33539
Name: Cherokee Wells, LLC
Address 1: P.O. Box 296
Address 2: _____
City: Frederick State: KS Zip: 66736
Contact Person: Tracy Miller
Phone: 620-378-3650

CONTRACTOR: License# 33072
Name: Well Refined Drilling

Well Drilled For: ☒ Oil ☐ Gas ☐ Enh Rec ☐ Storage ☐ Disposal ☐ Seismic ☐ Other: _____ # of Holes _____
Well Class: ☒ Infield ☐ Pool Ext. ☐ Wildcat ☐ Other: _____
Type Equipment: ☐ Mud Rotary ☒ Air Rotary ☐ Cable

☐ If OWWO: old well information as follows:

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

Directional, Deviated or Horizontal wellbore? ☐ Yes ☒ No

If Yes, true vertical depth: _____

Bottom Hole Location: _____

KCC DKT #: _____

Spot Description: _____
NW - SE - SW - Sec. 21 Twp. 28 S. R. 15 ☒ E ☐ W
feet from 860 N ☒ S Line of Section
feet from 1,950 E ☒ W Line of Section

Is SECTION: ☒ Regular ☐ Irregular?

(Note: Locate well on the Section Plat on reverse side)

County: Wilson

Lease Name: Row Well #: 0-4

Field Name: Cherokee Basin Coal Gas Area

Is this a Prorated / Spaced Field? ☐ Yes ☒ No

Target Formation(s): Bartlesville

Nearest Lease or unit boundary line (in footage): 880

Ground Surface Elevation: Unknown 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: est. 100'

Depth to bottom of usable water: est. 150'

Surface Pipe by Alternate: ☐ I ☒ II

Length of Surface Pipe Planned to be set: 20' Minimum

Length of Conductor Pipe (if any): N/A

Projected Total Depth: 1350'

Formation at Total Depth: Mississippian

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: _____

RECEIVED
KANSAS CORPORATION COMMISSION

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 correct to the best of my knowledge and belief.

Date: 11/29/07 Signature of Operator or Agent: Tracy Miller Title: Administrative Assistant

For KCC Use ONLY

API # 15: 205-27367-0000

Conductor pipe required: None feet

Minimum surface pipe required: 20 feet per ALT. ☐ I ☒ II

Approved by: 12-3-07

This authorization expires: 12-3-08

(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: 3/26/09

Signature of Operator or Agent: Tracy Miller

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202



CORPORATION COMMISSION

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

REQUEST FOR INFORMATION

March 11, 2009

CHEROKEE WELLS LLC -- KCC LICENSE # 33539
4916 CP BOWIE BLVD
STE 204
FT WORTH, TX 76107-4181

RE: API Well No. 15-205-27367-00-00
ROW O-4
NWSESW, 21-28S-15E
WILSON County, Kansas

Dear Operator:

According to KCC records, the Intent to Drill approved by the KCC Conservation Division on December 03, 2007, for the well listed above, has expired. The KCC has not received a spud call or an ACO-1 Completion Report on this well.

If drilling operations on the well never commenced, please check, sign and date below and return this letter to the KCC Wichita office in the enclosed return envelope.

X Well not drilled: Signature Nancy Miller
Date: 3/26/09

If the well has been drilled, please submit the required ACO-1 Completion Report with all attachments for this well along with a copy of this letter to the KCC Wichita office.

In either case please provide the requested information within 30 days from the date of this letter. Pursuant to K.A.R. 82-3-128, failure to respond to this letter with the requested information may result in assessment of a monetary penalty of \$100.00. Failure to file the ACO-1 form, if applicable, may result in assessment of a monetary penalty of \$500.00.

We appreciate your cooperation in this matter. If you have any questions, please contact me at (316) 337-6200.

Very truly yours,

Steve Bond

Steve Bond
Production Department Supervisor

RECEIVED
JUL 16 2009
KCC WICHITA