

Mark Parkinson, Governor Thomas E. Wright, Chairman Michael C. Moffet, Commissioner Joseph F. Harkins, Commissioner

REQUEST FOR INFORMATION

January 13, 2010

DART CHEROKEE BASIN OPERATING CO., LLC -- KCC LICENSE # 33074
600 DART RD
PO BOX 177

RECEIVED
MASON, MI 48854-9327

RECEIVED
KANSAS CORPORATION COMMISSION

RE: API Well No. 15-125-31789-00-00

J CLUBINE B4-34 015100.0160.003

SENE, 34-32S-14E

MONTGOMERY County, Kansas

JAN 2 5 2010

CONSERVATION DIVISION WICHITA, KS

Dear Operator:

According to KCC records, the Intent to Drill approved by the KCC Conservation Division on September 17, 2008, 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 | Beth (Swald) |
|---|-------------------|-----------|---------------|
| | | Date: | |

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,

Stue Bond

Steve Bond

Production Department Supervisor

RECEIVED KANSAS CORPORATION COMMISSION

| For KCC Use: | 9-22-00 |
|-----------------|------------|
| Effective Date: | 7-20-08 |
| District # | <u>5</u> · |
| SGA2 Vos | [√]No |

Spud date: _____ Agent: ____

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

JAN 25 2010

Form C-1 October 2007 Form must be Typed

NOTICE OF INTENT TO DRILL

Form must be Signed

WELL FILE

Must be approved by KCC five (5) days prior to commencing well SERVATION DIVISION OF THE WICHITA, KS OF THE WICHITA, WICHITA September 26, 2008 Expected Spud Date: Spot Description: month С Sec. 34 J Twp. 32 _S. R. 3300 33074 __ feet from N / S Line of Section OPERATOR: License# 660 Name: Dart Cherokee Basin Operating Co LLC W Line of Section Address 1: 211 W Myrtle Is SECTION: Regular Irregular? Address 2: (Note: Locate well on the Section Plat on reverse side) City: Independence _ Zip: _67301 State: KS County: Montgomery Contact Person: Bill Barks Lease Name: J Clubine Phone: 620-331-7870 Field Name: Cherokee Basin Coal Gas Area CONTRACTOR: License#_ Is this a Prorated / Spaced Field? Yes X No Name: McPherson Drilling Target Formation(s): Mississippian Nearest Lease or unit boundary line (in footage): 660 Feet Well Drilled For: Well Class: Type Equipment: Ground Surface Elevation: 890 feet MSL Enh Rec Infield Mud Rotary Water well within one-quarter mile: Storage X Pool Ext. Air Rotary Public water supply well within one mile: Disposal Wildcat Cable Depth to bottom of fresh water: 150' + # of Holes Seismic Depth to bottom of usable water: 175' Surface Pipe by Alternate: If OWWO: old well information as follows: Length of Surface Pipe Planned to be set: Length of Conductor Pipe (if any): Operator: Projected Total Depth: 1688 Feet Well Name: Formation at Total Depth: Mississippian Original Completion Date: _ Original Total Depth: Water Source for Drilling Operations: Directional, Deviated or Horizontal wellbore? Well X Farm Pond Other: If Yes, true vertical depth: __ DWR Permit #: Bottom Hole Location: (Note: Apply for Permit with DWR KCC DKT #: _ Will Cores be taken? Yes X No If Yes, proposed zone: **AFFIDAVIT** RECEIVED The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55 et. seq. KANSAS CORPORATION COMMISSION It is agreed that the following minimum requirements will be met: 1. Notify the appropriate district office *prior* to spudding of well; SEP 172008 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 preservation DIVISION through all unconsolidated materials plus a minimum of 20 feet into the underlying formation. 4. It 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. Signature of Operator or Agent: Well John **Operations Manager** Remember to: For KCC Use ONLY - 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; Conductor pipe required Notify appropriate district office 48 hours prior to workover or re-entry; Minimum surface pipe required Submit plugging report (CP-4) after plugging is completed (within 60 days); Obtain written approval before disposing or injecting salt water. Approved by: WM 9-17-QP If this permit has expired (See: authorized expiration date) please This authorization expires: ___ check the box below and return to the address below. (This authorization void if drilling not started within 12 months of approval date.) Well Not Drilled - Permit Expired Date: 1-19-10 Signature of Operator or Agent: