RECEIVED

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
NOTICE OF INTENT TO DRILL KCC WICHITA
Must be approved by KCC five (5) days prior to commencing well

For KCC Use: 4-17-04
Effective Date: 3
District #: Soy No
SGA?:

Expected Spud Date April 13, 2004
month /day/year

OPERATOR: License#: 8767
Name: The Trees Oil Company
Address: 105 S. Broadway, Suite #310
City/State/Zip: Wichita, KS 67202
Contact Person: Susan Kendall
Phone: (316) 263-2060

CONTRACTOR: License#: 33072
Name: Well Reified Drilling Co.

Spot: C NE NW 660 660
Sec. 15 31 S R 14 East
West

Is SECTION X Regular Irregular? Regular

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

Operator: Schoeni
Well #: 1-15

Target Formation(s): coalbed methane

Nearest Lease or unit boundary: 660' North

Ground Surface Elevation: 877.1

Water well within one-quarter mile: Yes No

Public water supply well within one mile: Yes No

Surface Pipe by Alternate: 1

Length of Surface Pipe Planned to be set: 25'

Length of Conductor Pipe required: None

Projected Total Depth: 1525'

Formation at Total Depth: coalbed methane

Water Source for Drilling Operations:
Well Farm Pond Other N/A (air drill)

DWR Permit #: 1

Will Cores be taken? Yes No

(Note: Apply for Permit with DWR)

If Yes, proposed zone:

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 plugging 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 to the best of my knowledge and belief.

Date: 4/5/04 Signature of Operator or Agent: President

For KCC Use ONLY
API # 15. 125 - 30507.00.00
Conductor pipe required None
Minimum surface pipe required 20 feet per Alt. #
Approved by 2/4/02
This authorization expires: 10-12-04
(This authorization void if drilling not started within 6 months of effective date.)

Spud date: Agent:

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

Operator: The Trees Oil Company

Lease: Schoeni

Well Number: 1-15

Field: Cherokee Basin Coalbed Methane

Number of Acres attributable to well: ________

QTR / QTR / QTR of acreage: ________

Location of Well: County: Montgomery

660' S 3500' feet from N / S Line of Section

660' E 3500' feet from E / W Line of Section

Sec. 15 Twp. 31 S. R. 14

Is Section: [ ] Regular or [ ] Irregular

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

Section corner used: ________

(Show location of the well and shade attributable acreage for prorated or spaced wells.)

(Show footage to the nearest lease or unit boundary line.)

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

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 section's south / north and east / west.
3. The distance to the nearest lease or unit boundary line.
4. If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (CG-7 for oil wells; CG-8 for gas wells).