KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

NOTICE OF INTENT TO DRILL

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

For KCC Use:
Effective Date: 12-4-2004
District #: 3
SGA? Yes No

Expected Spud Date: 27 January 2005

OPERATOR: License#: 33239
Name: River Gas Choute, LLC
Address: 509 Energy Center Blvd Suite 804
City/State/Zip: Northport, AL 35473
Contact Person: Mike Chambers
Phone: 205-345-9063

CONTRACTOR: License#: 32980
Name: Pense Bros. Drilling Co., Inc.

Well Drilled For: 

Oil Enh Rec Infield Mud Rotary
Gas Storage Pool Ext Air Rotary
OWD Disposal
Seismic

Well Class: 

Type Equipment:

- If OWDO: old well information as follows:
  Operator:
  Well Name:
  Original Completion Date:
  Original Total Depth:
  Directional, Deviated or Horizontal wellbore? Yes No
  Bottom Hole Location:
  KCC DKT:

Spot

Sec. 15 Twp. 26 S. R. 20

820 feet from N
400 feet from E

Is SECTION Regular Irregular?

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

County: Allen
Lease Name: Jackson
Well #: A11-15
Field Name: Cherokee Basin Coal Area
Is this a Prorated / Spaced Field? Yes No
Target Formation(s): Cherokee Coal

Nearest Lease or unit boundary: 400’ W

Ground Surface Elevation: 984 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: 100
Depth to bottom of usable water: 200
Surface Pipe by Alternate: 1 2
Length of Surface Pipe Planned to be set: 20+
Length of Conductor Pipe required: NONE
Projected Total Depth: 1150
Formation at Total Depth: Cherokee Coal

Water Source for Drilling Operations: Well Farm Pond Other Neosho Water District - Tap
DWR Permit #: (Note: Apply for Permit with DWR)

Will Cores be taken? Yes No
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 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, NOTIFICATION 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: 11/11/04
Signature of Operator or Agent: Darrell Chambers
Title: Manager

RECEIVED
KANSAS CORPORATION COMMISSION
CONSERVATION DIVISION
WICHITA KS
NOV 18 2004

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;
- 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
Signature of Operator or Agent:
Date:

For KCC Use ONLY
API #: 001-29159.00-00
Conductor pipe required 20 feet per Alt.
Approved by JG 29-2004
This authorization expires: 5-29-2005
(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