

LK DRILLING CORP INC.,

Contractor

vs.

PC EXPLORATION, INC.,

Owner

IN THE COURT OF COMMON PLEAS

CLEARFIELD COUNTY, PENNSYLVANIA

NO. 06-905-CD

Type of Pleading:

Wavier of Mechanic's Lien/
Stipulation Against Liens

Filed on behalf of:

PC Exploration, Inc., Owner

By: *[Signature]*
Asst. Vice President of Operations

Counsel of Record for this Party:

Michael S. Delaney, Esquire
936 Philadelphia Street
Indiana, PA 15701
(724) 349-2255
ID# 25537

FILED

9/11/06
JUN 06 2006

icc
PC Exploration, Inc.
PC pd. 20.00

William A. Shaw
Prothonotary/Clerk of Courts

ORIGINAL

NO-LIEN AGREEMENT

LK Drilling Corp., Inc., a Pennsylvania corporation, with business offices at 542 Lutz School Road, Indiana, Pennsylvania (the "Contractor"), intending to be legally bound, does hereby fully and completely waive and release, for itself, its successors and assigns, and its subcontractors and their respective subcontractors, if any, any and all claim of or right to mechanic's lien, under the statutes of the Commonwealth of Pennsylvania, against or with respect to the premises described as that property in Chest Township, Clearfield County, Pennsylvania upon which the Contractor shall drill a new gas well for PC Exploration, Inc. ("PC") under and pursuant to that certain Drilling Job Agreement No. 06-144LK dated May 25, 2006 by and between the contractor and PC (the "Agreement"), the location of said well being more particularly identified and described on the map attached hereto as Schedule A, or any part thereof, any improvement thereon, or with respect to any material, fixtures, apparatus or machinery furnished or to be furnished to the said premises pursuant to the Agreement, or with respect to any money or other consideration which may be due at any time hereafter from PC to the Contractor, which claim of lien might be asserted by reason of the doing, making or furnishing, heretofore or at any time hereafter, by the Contractor, its successors, assigns, materialmen, subcontractors, or sub-subcontractors, of any labor, services, material, fixtures, apparatus, machinery, improvements, repairs or alterations in connection with the above-described premises or the improvements thereon.

The Contractor further agrees that upon the completion of the performance of the Agreement, the above-described premises shall be free and clear of any mechanics' liens, not only of the Contractor, but also of any and all of the subcontractors, materialmen, services, fixtures, apparatus, machinery, improvements repairs or alterations in connection with or to the above-described premises in connection with the "improvements referred to in the Agreement, whether such liens relate to the above-described premises or to any money or other consideration which may be due at any time hereafter from PC to the Contractor, or from the Contractor to any subcontractors or sub-subcontractors, if any.

The Contractor further agrees that the effect of this waiver shall not be impaired, affected or diminished by any provisions of the Agreement relating to the production, from time to time, of written waivers of liens, nor by any other provisions apparently inconsistent with this waiver.

IN WITNESS WHEREOF, the Contractor has executed this Agreement this 25th day of May, 2006.

ATTEST:

Secretary

(Corporate Seal)

ATTEST:

Assistant Secretary

(Corporate Seal)

LK DRILLING CORP., INC.

President

PC EXPLORATION, INC.

Vice President of Operations