

RECEIVED

AUG 10 2010

Mo Oil & Gas Council

NOTICE TO CANCEL PERMIT APPLICATION

TO THE MISSOURI OIL AND GAS COUNCIL:

Please print

Company Name: Osborn Energy
Lease Name: Scott
Well Number: 3-23
Permit Number: 20391
County: Bates

The above stated well has not been drilled and requires no remedial or plugging actions as required by the Missouri Oil and Gas Council Rules and Regulations.

I, the undersigned, state that I (your name & title) Curstin Hamblin of (company) Osborn Energy, am authorized to make this report; and that this report was prepared under my supervision and direction and the facts stated herein are true, correct, and complete to the best of my knowledge.

Signature: Curstin Hamblin

Date: 8-10-10



24850 Farley, Bucyrus, KS 66013
Phone 913.533.9900 Fax 913.533.9955

5 August 2009

Missouri Department of Natural Resources
Missouri Oil & Gas Council

Attention: Joe Gillman

Mr. Gillman,

Osborn Energy, LLC has submitted an application for drilling permits for the Scott lease located in the North half of the Southeast Quarter of Section 23, Township 42, Range 33 in Bates County, Missouri.

We are requesting an exception for the regulation 10CSR50-2.70 for well spacing on the Scott lease. Previous operations have established well spacing of 2 ½ acres, which is an accepted well spacing unit in Eastern Kansas and Western Missouri oil fields for efficient recovery for reservoirs from 250 feet depths to 700 feet depths.

We appreciate your consideration in this matter.

Sincerely,

A handwritten signature in cursive script that reads 'Curstin Hamblin'.

Curstin Hamblin for Osborn Energy, LLC



Jeremiah W. (Jay) Nixon, Governor • Mark N. Templeton, Director

DEPARTMENT OF NATURAL RESOURCES

www.dnr.mo.gov

August 11, 2009

Ms. Curstin Hamblin
Osborn Energy, LLC
24850 Farley
Bucyrus, KS 66013

RE: Scott lease spacing exemption

Dear Ms. Hamblin:

The Geological Survey Program has received a spacing exemption request for the Osborn Energy's Scott lease. Pursuant to the Department of Natural Resources rules and regulations title 10 CSR 50-2.070 (1) (B) 2, "Wells whose oil-producing formations may be reasonably expected to be less than 1200 feet in depth may be excepted from the 40 acre spacing requirement..." Osborn's request states that the primary oil reservoir beneath the Scott lease is expected to be less than 250-700 feet in depth. The State Oil and Gas Council encourages operators "to obtain the greatest possible economic recovery of oil" in Missouri. Therefore, Osborn's request for a spacing exemption on the Scott lease is granted.

If you have any questions, please feel free to contact me or Scott Kaden at P.O. Box 250, Rolla, Missouri 65402, telephone (573) 368-2183, or email at scott.kaden@dnr.mo.gov. Thank you for your request.

Sincerely,

DIVISION OF GEOLOGY AND LAND SURVEY

A handwritten signature in black ink, appearing to read 'Joe Gillman'.

Joe Gillman, RG
Director and State Geologist

JG:ta



released
~~CONFIDENTIAL~~ RECEIVED

until 9-1-2010

AUG 14 2009

FORM OGC-3



STATE OF MISSOURI
MISSOURI DEPARTMENT OF NATURAL RESOURCES
GEOLOGICAL SURVEY PROGRAM

APPLICATION FOR PERMIT TO DRILL, DEEPEN OR PLUG BACK

Mo Oil & Gas Council

<input checked="" type="checkbox"/> APPLICATION TO DRILL		<input type="checkbox"/> DEEPEN		<input type="checkbox"/> PLUG BACK		<input checked="" type="checkbox"/> FOR AN OIL WELL		<input type="checkbox"/> OR GAS WELL	
NAME OF COMPANY OR OPERATOR OSBORN ENERGY, LLC						DATE 8/13/2009			
ADDRESS 24850 FARLEY				CITY BUCYRUS		STATE KS		ZIP CODE 66013	
DESCRIPTION OF WELL AND LEASE									
NAME OF LEASE Scott				WELL NUMBER 3-23		ELEVATION (GROUND) 1014			
WELL LOCATION (GIVE FOOTAGE FROM SECTION LINES) 2470 ft. from <input checked="" type="checkbox"/> North <input type="checkbox"/> South section line 500 ft. from <input checked="" type="checkbox"/> East <input type="checkbox"/> West section line									
WELL LOCATION Sec. 23 Township 42 North Range 33 <input type="checkbox"/> East <input checked="" type="checkbox"/> West				LATITUDE		LONGITUDE		COUNTY Bates	
NEAREST DISTANCE FROM PROPOSED LOCATION TO PROPERTY OR LEASE LINE 500 FEET									
DISTANCE FROM PROPOSED LOCATION TO NEAREST DRILLING, COMPLETED OR APPLIED - FOR WELL ON THE SAME LEASE 330 FEET									
PROPOSED DEPTH 600		DRILLING CONTRACTOR, NAME AND ADDRESS OSBORN ENERGY, LLC BUCYRUS, KS				ROTARY OR CABLE TOOLS		APPROX. DATE WORK WILL START 8/20/2009	
NUMBER OF ACRES IN LEASE 80		NUMBER OF WELLS ON LEASE INCLUDING THIS WELL, COMPLETED IN OR DRILLING TO THIS RESERVOIR 2							
		NUMBER OF ABANDONED WELLS ON LEASE 0							
IF LEASE PURCHASED WITH ONE OR MORE WELLS DRILLED, FROM WHOM PURCHASED? NAME _____ ADDRESS _____						NO. OF WELLS PRODUCING 0 INJECTION 0 INACTIVE 0 ABANDONED 0			
STATUS OF BOND				<input type="checkbox"/> SINGLE WELL AMOUNT \$ _____		<input checked="" type="checkbox"/> BLANKET BOND AMOUNT \$ 30000.00		<input checked="" type="checkbox"/> ON FILE <input type="checkbox"/> ATTACHED	
REMARKS: (IF THIS IS AN APPLICATION TO DEEPEN OR PLUG BACK, BRIEFLY DESCRIBE WORK TO BE DONE, GIVING PRESENT PRODUCING/INJECTION ZONE AND EXPECTED NEW INJECTION ZONE; USE BACK OF FORM IF NEEDED)									
PROPOSED CASING PROGRAM									
AMOUNT	SIZE	WT/FT	CEMENT	AMOUNT	SIZE	WT/FT	CEMENT		
20'	7"		Portland						
600'	2 7/8"		Portland						
I, the Undersigned, state that I am the agent of the <u>Osborn Energy, LLC</u> (Company), and that I am authorized by said company to make this report, and that this report was prepared under my supervision and direction and that the facts stated therein are true, correct, and complete to the best of my knowledge.									
SIGNATURE <i>Curtis Hauber</i>						DATE 8-13-09			
PERMIT NUMBER 20391				<input checked="" type="checkbox"/> DRILLER'S LOG REQUIRED		<input checked="" type="checkbox"/> E-LOGS REQUIRED IF RUN			
APPROVED DATE 9-1-09				<input checked="" type="checkbox"/> CORE ANALYSIS REQUIRED IF RUN		<input checked="" type="checkbox"/> DRILL SYSTEM TEST INFO REQUIRED IF RUN			
APPROVED BY <i>Joseph A. Hillman</i>				<input type="checkbox"/> SAMPLES REQUIRED					
				<input checked="" type="checkbox"/> SAMPLES NOT REQUIRED					
				<input type="checkbox"/> WATER SAMPLES REQUIRED AT					
NOTE THIS PERMIT NOT TRANSFERABLE TO ANY OTHER PERSON OR TO ANY OTHER LOCATION.									
APPROVAL OF THIS PERMIT BY THE OIL AND GAS COUNCIL DOES NOT CONSTITUTE ENDORSEMENT OF THE GEOLOGIC MERITS OF THE PROPOSED WELL NOR ENDORSEMENT OF THE QUALIFICATIONS OF THE PERMITTEE									
I, _____ of the _____ (Company), confirm that an approved drilling permit has been obtained by the owner of this well. Council approval of this permit will be shown on this form by presence of a permit number and signature of authorized council representative.									
DRILLER'S SIGNATURE						DATE			

9/oxal (1:1900)

RECEIVED

FORM 090-4

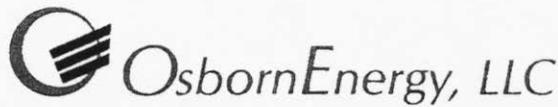


STATE OF MISSOURI
MISSOURI DEPARTMENT OF NATURAL RESOURCES
GEOLOGICAL SURVEY PROGRAM
WELL LOCATION PLAT

AUG 14 2009

OWNER'S NAME OSBORN ENERGY, LLC		Mo Oil & Gas Council	
LEASE NAME Scott 3-23		COUNTY Bates	
WELL LOCATION (GIVE FOOTAGE FROM SECTION LINES) 2470 ft. from <input checked="" type="checkbox"/> North <input type="checkbox"/> South from section line 500 ft. from <input checked="" type="checkbox"/> East <input type="checkbox"/> West from section line			
WELL LOCATION Sec. 23 Township 42 North Range 33 <input type="checkbox"/> East <input checked="" type="checkbox"/> West			
LATITUDE		LONGITUDE	
REMARKS Well spacing exception request has been filed.			
INSTRUCTIONS On the above plat, show distance of the proposed well from the two nearest section lines, the nearest lease line, and from the nearest well on the same lease completed in or drilling to the same reservoir. Do not confuse survey lines with lease lines. See rule 10 CSR 50-2.030 for survey requirements. Lease lines must be marked.		This is to certify that I have executed a survey to accurately locate oil and gas wells in accordance with 10 CSR 50-2.030 and that the results are correctly shown on the above plat.	
REGISTERED LAND SURVEY		NUMBER	





24850 Farley, Bucyrus, KS 66013
Phone 913.533.9900 Fax 913.533.9955

RECEIVED

JAN 25 2010

Mo Oil & Gas Council

1/22/2010

MDNR
Geological Survey Program
PO Box 250
Rolla, MO 65402

Dear Jeffrey Jaquess,

Osborn Energy, LLC, a Kansas corporation having its principal place of business at 24850 Farley, Bucyrus, KS 66013 is requesting an extension of 180 days for the approval of the OGC-3 and/or OGC-3I forms for the following wells.

Lease Name	Well Number	Permit Number
Bagby	1-4	20379
Bagby	10-32	20393
Bagby	3-32	20383
Bagby	7-32	20388
Bagby	8-32	20389
Bagby	9-32	20390
Scott	2-23	20387
Scott	3-23	20391
Scott	4-23	20392
Scott	5-23	20394

Sincerely,

Curstin Hamblin
Geologist
Osborn Energy, LLC.