

STATE OF MISSOURI
GEOLOGICAL SURVEY PROGRAM

APPLICATION FOR PERMIT TO DRILL, DEEPEN OR PLUG BACK

RECEIVED

FORM OGC-3

FEB 22 2012

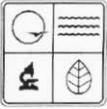
<input checked="" type="checkbox"/> APPLICATION TO DRILL		<input type="checkbox"/> DEEPEN		<input type="checkbox"/> PLUG BACK		<input checked="" type="checkbox"/> FOR AN OIL WELL		<input type="checkbox"/> OR GAS WELL			
NAME OF COMPANY OR OPERATOR Kansas Resource Exploration and Development, LLC						Mo Oil & Gas Council					
ADDRESS 9393 West 110th St., Suite 500						CITY Overland Park		STATE KS		ZIP CODE 66210	
DESCRIPTION OF WELL AND LEASE											
NAME OF LEASE Belton Unit						WELL NUMBER AD 35		ELEVATION (GROUND) 1059'			
WELL LOCATION (GIVE FOOTAGE FROM SECTION LINES) 2435 ft. from <input type="checkbox"/> North <input checked="" type="checkbox"/> South section line 665 ft. from <input checked="" type="checkbox"/> East <input type="checkbox"/> West section line											
WELL LOCATION Sec. 9 Township 46 North Range 33 <input type="checkbox"/> East <input checked="" type="checkbox"/> West						LATITUDE 24.3 LONGITUDE 7.2 N38 49.405 W94 34.127		COUNTY Cass			
NEAREST DISTANCE FROM PROPOSED LOCATION TO PROPERTY OR LEASE LINE 205 FEET											
DISTANCE FROM PROPOSED LOCATION TO NEAREST DRILLING, COMPLETED OR APPLIED - FOR WELL ON THE SAME LEASE 400 FEET											
PROPOSED DEPTH 700'		DRILLING CONTRACTOR, NAME AND ADDRESS Utah Oil, LLC				ROTARY OR CABLE TOOLS Rotary		APPROX. DATE WORK WILL START 04/05/2012			
NUMBER OF ACRES IN LEASE 560		NUMBER OF WELLS ON LEASE INCLUDING THIS WELL, COMPLETED IN OR DRILLING TO THIS RESERVOIR 87								NUMBER OF ABANDONED WELLS ON LEASE 0	
IF LEASE PURCHASED WITH ONE OR MORE WELLS DRILLED, FROM WHOM PURCHASED? NAME DE Exploration ADDRESS 4595 Highway K33, Wellsville, KS 66092						NO. OF WELLS PRODUCING 50		INJECTION 28		INACTIVE 8	
								ABANDONED 0			
STATUS OF BOND		<input type="checkbox"/> SINGLE WELL AMOUNT \$		<input checked="" type="checkbox"/> BLANKET BOND AMOUNT \$ 80,000 OK		<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						APPROVED CASING - TO BE FILLED IN BY STATE GEOLOGIST					
AMOUNT	SIZE	WT/FT	CEMENT	AMOUNT	SIZE	WT/FT	CEMENT				
20'	8 5/8"		6 sks	20'	8 5/8"	~15	Full	OK/HR 3/1/12			
700'	4 1/2"		125 sks	700'	4 1/2"	~10	Length				
I, the Undersigned, state that I am the <u>Operator</u> of the <u>K.R.E.D</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						DATE 02/18/2012					
PERMIT NUMBER 037-20876				<input checked="" type="checkbox"/> DRILLER'S LOG REQUIRED		<input checked="" type="checkbox"/> E-LOGS REQUIRED IF RUN					
APPROVED DATE 3-1-12				<input checked="" type="checkbox"/> CORE ANALYSIS REQUIRED IF RUN		<input checked="" type="checkbox"/> DRILL SYSTEM TEST INFO REQUIRED IF RUN					
APPROVED BY 				<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, <u>B. Leech</u> of the <u>Utah Oil</u> (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 2.18.12					

Belton

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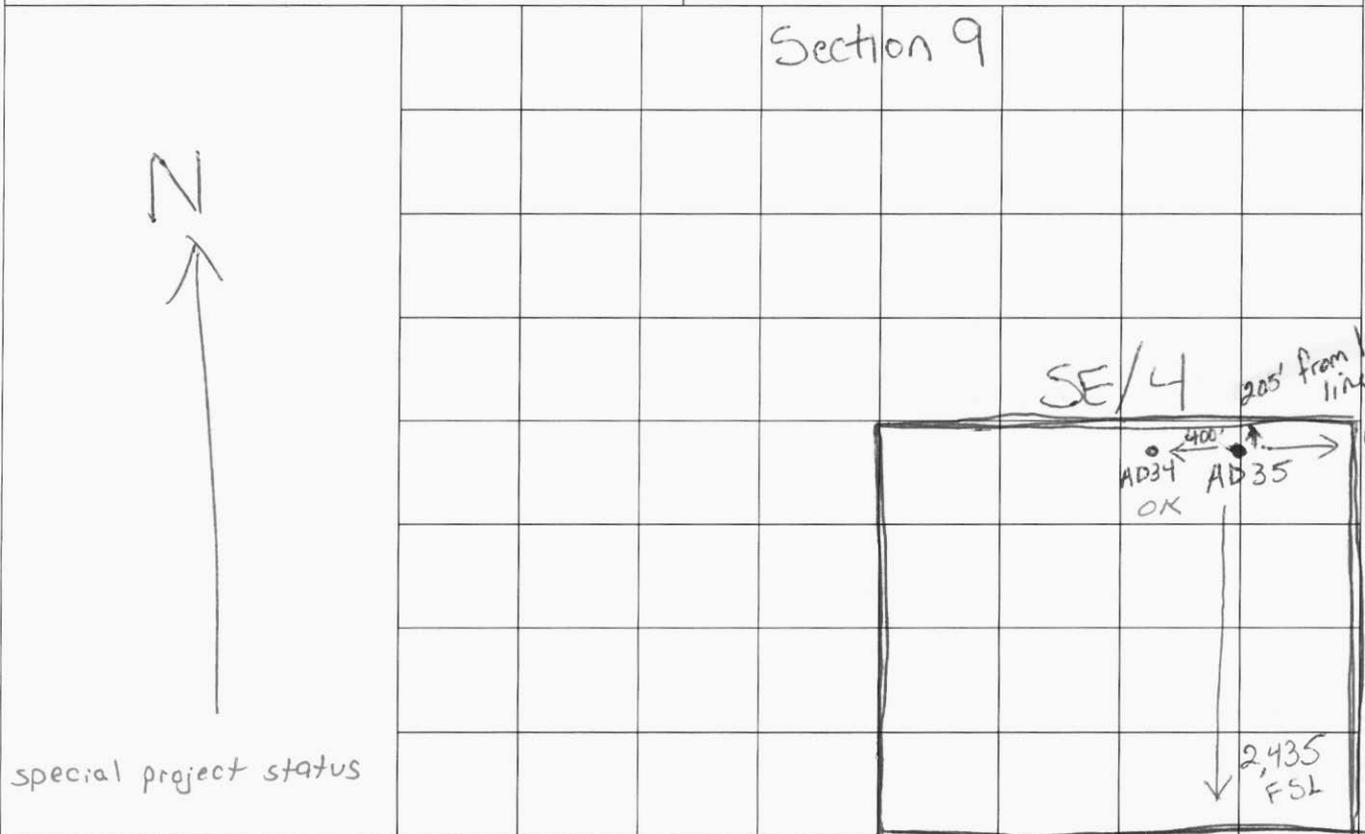
FORM OGC-4



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

Mo Oil & Gas Council

OWNER'S NAME Kansas Resource Exploration & Development	
LEASE NAME Belton Unit AD 35	COUNTY Cass
WELL LOCATION (GIVE FOOTAGE FROM SECTION LINES) 2435 ft. from <input type="checkbox"/> North <input checked="" type="checkbox"/> South from section line 665 ft. from <input checked="" type="checkbox"/> East <input type="checkbox"/> West from section line	
WELL LOCATION Sec. 9 Township 46 North Range 33 <input type="checkbox"/> East <input checked="" type="checkbox"/> West	
LATITUDE N38 49.405	LONGITUDE W94 34.121



REMARKS

special project status

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.
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REMIT TWO (2) COPIES TO: GEOLOGICAL SURVEY PROGRAM PO BOX 250, ROLLA, MO 65402-0250 (573) 368-2143 ONE (1) COPY WILL BE RETURNED	REGISTERED LAND SURVEYOR	NUMBER
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