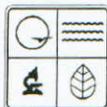


RECEIVED

FORM OGC-3

OCT 18 2012



STATE OF MISSOURI
GEOLOGICAL SURVEY PROGRAM
APPLICATION FOR PERMIT TO DRILL, DEEPEN OR PLUG BACK

180' below TD

APPLICATION TO DRILL DEEPEN PLUG BACK FOR AN OIL WELL & OR GAS WELL

NAME OF COMPANY OR OPERATOR: Kansas Resource Exploration and Development, LLC DATE: 10/10/2012
ADDRESS: 9393 West 110th St., Suite 500 CITY: Overland Park STATE: KS ZIP CODE: 66210

DESCRIPTION OF WELL AND LEASE
NAME OF LEASE: Clark-Berry WELL NUMBER: CB-15 ELEVATION (GROUND): 1052'

WELL LOCATION: 1825' ft. from North South section line 1252' ft. from East West section line

WELL LOCATION: Sec. 16 Township 46 North Range 33 East West LATITUDE: N38 48' 25.17" LONGITUDE: W94 34' 18.49" COUNTY: Cass

NEAREST DISTANCE FROM PROPOSED LOCATION TO PROPERTY OR LEASE LINE: 960' FEET
DISTANCE FROM PROPOSED LOCATION TO NEAREST DRILLING, COMPLETED OR APPLIED - FOR WELL ON THE SAME LEASE: 349' FEET

PROPOSED DEPTH: 700' elev. 352' DRILLING CONTRACTOR, NAME AND ADDRESS: Utah Oil, LLC ROTARY OR CABLE TOOLS: Rotary APPROX. DATE WORK WILL START: 11/01/2012

NUMBER OF ACRES IN LEASE: 370 NUMBER OF WELLS ON LEASE INCLUDING THIS WELL, COMPLETED IN OR DRILLING TO THIS RESERVOIR: 7
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: 4 INJECTION: 2 INACTIVE: 0 ABANDONED: 0

STATUS OF BOND: SINGLE WELL AMOUNT \$ _____ BLANKET BOND AMOUNT \$ 160,000 ON FILE 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" | 20 | 8 sks | 20' | 8 5/8" | 20 | Full length |
| 700' | 4 1/2" | 11.6 | 125 sks | 700' | 4 1/2" | 11.6 | |

I, the Undersigned, state that I am the C.O.O. of the K.R.E.D. (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: *JK* DATE: 10/15/12

PERMIT NUMBER: 037-21139 APPROVED DATE: 12-5-12
 DRILLER'S LOG REQUIRED E-LOGS REQUIRED IF RUN
 CORE ANALYSIS REQUIRED IF RUN DRILL SYSTEM TEST INFO REQUIRED IF RUN
 SAMPLES REQUIRED SAMPLES NOT REQUIRED
APPROVED BY: *Joseph A. [Signature]* 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, B. Leech of the Utah Oil (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.

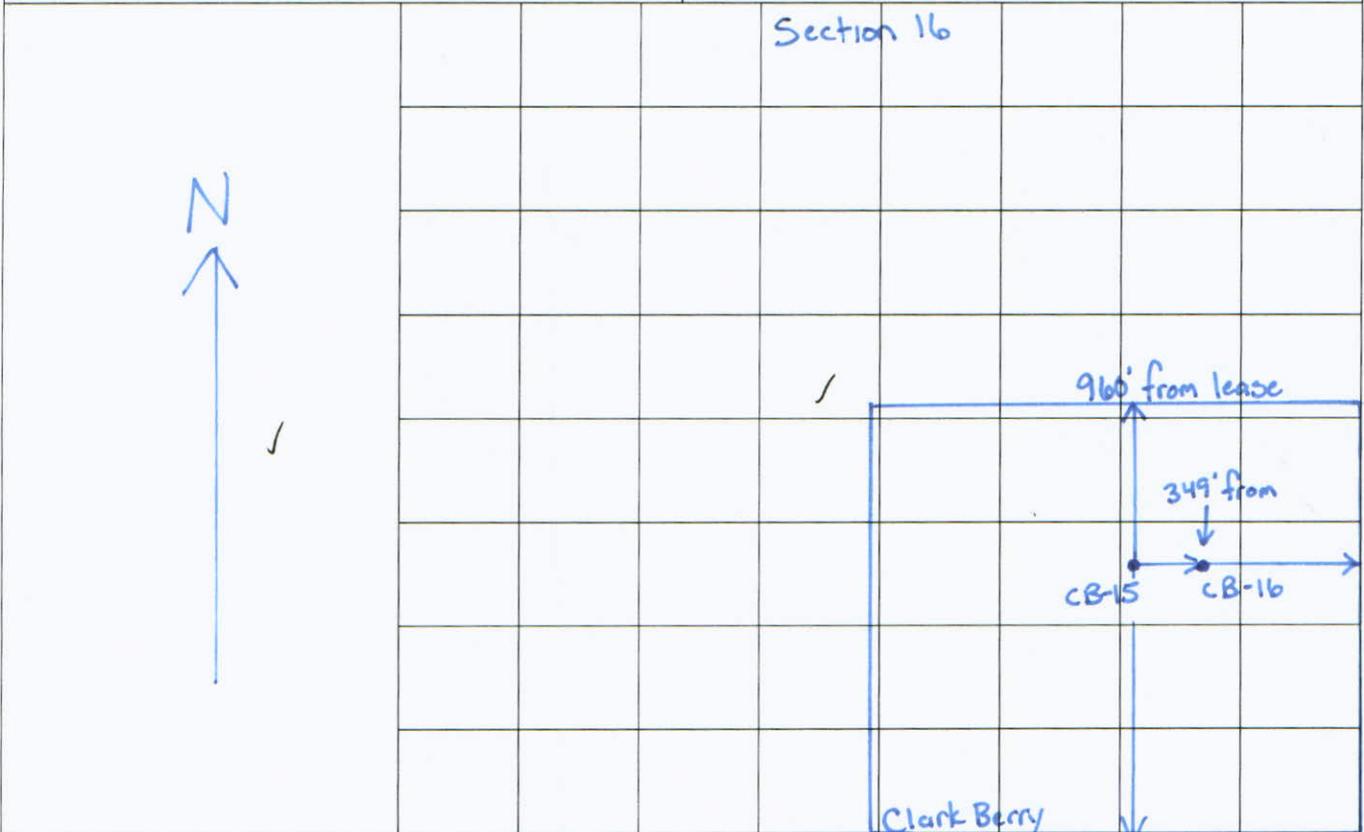
DRILLER'S SIGNATURE: *B. Leech* DATE: 10/16/12



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

FORM OGC-4

| | |
|--|--------------------------------|
| OWNER'S NAME Kansas Resource Exploration & Development | |
| LEASE NAME Clark-Berry CB-15 | COUNTY Cass |
| WELL LOCATION (GIVE FOOTAGE FROM SECTION LINES) 1825 [✓] ft. from <input type="checkbox"/> North <input checked="" type="checkbox"/> South from section line 1252 [✓] ft. from <input checked="" type="checkbox"/> East <input type="checkbox"/> West from section line | |
| WELL LOCATION Sec. 16 Township 46 North Range 33 <input type="checkbox"/> East <input checked="" type="checkbox"/> West | |
| LATITUDE N38° 48' 25.17" ✓ | LONGITUDE W94° 34' 18.49" ✓ |



REMARKS
Section 16 is larger than 1 square mile. One square equals 682.25 feet, which accounts for the larger dimensions of this section.

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.

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



Check Location

Select a coordinate format, enter a pair of coordinates in the boxes below it, and then press the SUBMIT button. Please be patient while your information is retrieved. Your coordinates will be converted to the other formats, the information on the right-hand side of the page will be filled in based on your coordinates, and a map will be generated. NOTE: All coordinates must use the North American Datum of 1983 (NAD83).

| | |
|--|---|
| Submit | UTM Zone 15N [Easting, Northing] [363522.1, 4296531.9] meters Decimal Degrees [Lat, Lon] [38.806991°, -94.571803°] Deg, Min, Sec [Lat, Lon] [38° 48' 25.1", -94° 34' 18.4"] County Name Cass County FIPS Code 037 Legal Description Section 16 T46N R33W Municipality NO VALUE House District 123 Senate District 31 Congressional District 5 MoDNR Region Kansas City Regional Office USGS 1:24,000 Quadrangle Belton [38094-G5] 8 Digit Watershed 10290108 [South Grand] 10 Digit Watershed 1029010801 [Headwaters South Grand River] 12 Digit Watershed 102901080101 [East Creek] Special Well Drilling Area Area 2 Ecological Drainage Unit Central Plains/Osage/South Grand Level III Ecoregion Central Irregular Plains Query Time 5.563 s |
| Universal Transverse Mercator [Zone 15 North] | |
| Easting 363522.1335011086 meters Northing 4296531.9454540275 meters | |
| Decimal Degrees | |
| Latitude 38.80699166666666 ° Longitude -94.57180277777778 ° | |
| <input checked="" type="radio"/> Degrees, Minutes and Seconds | |
| Latitude Degrees 38 ° Latitude Minutes 48 ' | |
| Latitude Seconds 25.17 " | |
| Longitude Degrees -94 ° Longitude Minutes 34 ' | |
| Longitude Seconds 18.49 " | |

Rows with red text indicate that the input location is too close to a boundary to produce reliable results.

NOTE: A result of 'NO VALUE' is usually an indication that no data was found for the location. For example, not every point in Missouri will lie within a municipal boundary, so some will result in a 'NO VALUE'. If 'County Name' results in 'NO VALUE', your point probably lies outside the state.

Well ID: #005390

Elev. 1069'

$\frac{IP}{M}$: 229' elev. $IP_c - M$: 345'

Well ID: #026255

IP_c : 535' TD

1052-535-345

$\Rightarrow \frac{IP}{M} \sim 172'$ elev.

Metadata

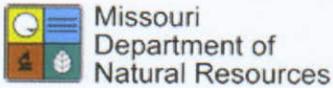
- [Interstate Highways](#)
- [US Highways](#)
- [State Highways](#)
- [Railroad](#)
- [Major and Minor Roads](#)
- [County Boundary](#)
- [Lakes](#)
- [Major Rivers](#)
- [Rivers and Streams](#)
- [Missouri River](#)
- [Mississippi River](#)
- [Municipal](#)

- Legend**
-  Interstate Highways
 -  US Highways
 -  State Highways
 -  Railroad
 -  Major and Minor Roads
 -  County Boundary
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 -  Major Rivers
 -  Rivers and Streams
 -  Missouri River
 -  Mississippi River
 -  Municipal



View Scale 1:24,000

DISCLAIMER: Although this map has been compiled by the Missouri Department of Natural Resources, no warranty, expressed or implied, is made by the department as to the data and related materials. The act of distribution shall not constitute any such warranty, and no responsibility is assumed by the department in the use of these data or related materials.



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