

OCT 18 2012



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

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-37	ELEVATION (GROUND) 1070'
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WELL LOCATION (GIVE FOOTAGE FROM SECTION LINES)
 194' ft. from North South section line 2008' ft. from East West section line

WELL LOCATION Sec. 16 Township 46 North Range 33 <input type="checkbox"/> East <input checked="" type="checkbox"/> West	LATITUDE N38 48' 9.58"	LONGITUDE W94 34' 29.01"	COUNTY Cass
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NEAREST DISTANCE FROM PROPOSED LOCATION TO PROPERTY OR LEASE LINE 194' FEET
 DISTANCE FROM PROPOSED LOCATION TO NEAREST DRILLING, COMPLETED OR APPLIED - FOR WELL ON THE SAME LEASE 379' FEET

PROPOSED DEPTH 700' elev. 370'	DRILLING CONTRACTOR, NAME AND ADDRESS Utah Oil, LLC	ROTARY OR CABLE TOOLS Rotary	APPROX. DATE WORK WILL START 11/01/2012
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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
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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
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STATUS OF BOND	<input type="checkbox"/> SINGLE WELL AMOUNT \$ _____	<input checked="" type="checkbox"/> BLANKET BOND AMOUNT \$ 160,000	<input checked="" type="checkbox"/> ON FILE <input type="checkbox"/> ATTACHED
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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 <i>BSK</i>	DATE 10/15/12
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PERMIT NUMBER 037-21161	<input checked="" type="checkbox"/> DRILLER'S LOG REQUIRED	<input checked="" type="checkbox"/> E-LOGS REQUIRED IF RUN
APPROVED DATE 12-5-12	<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. Millman</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, 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 <i>B. Leech</i>	DATE 10/16/12
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R ~ 180' below TD



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

FORM GSG-4

OWNER'S NAME
 Kansas Resource Exploration & Development

LEASE NAME
 Clark-Berry CB-37

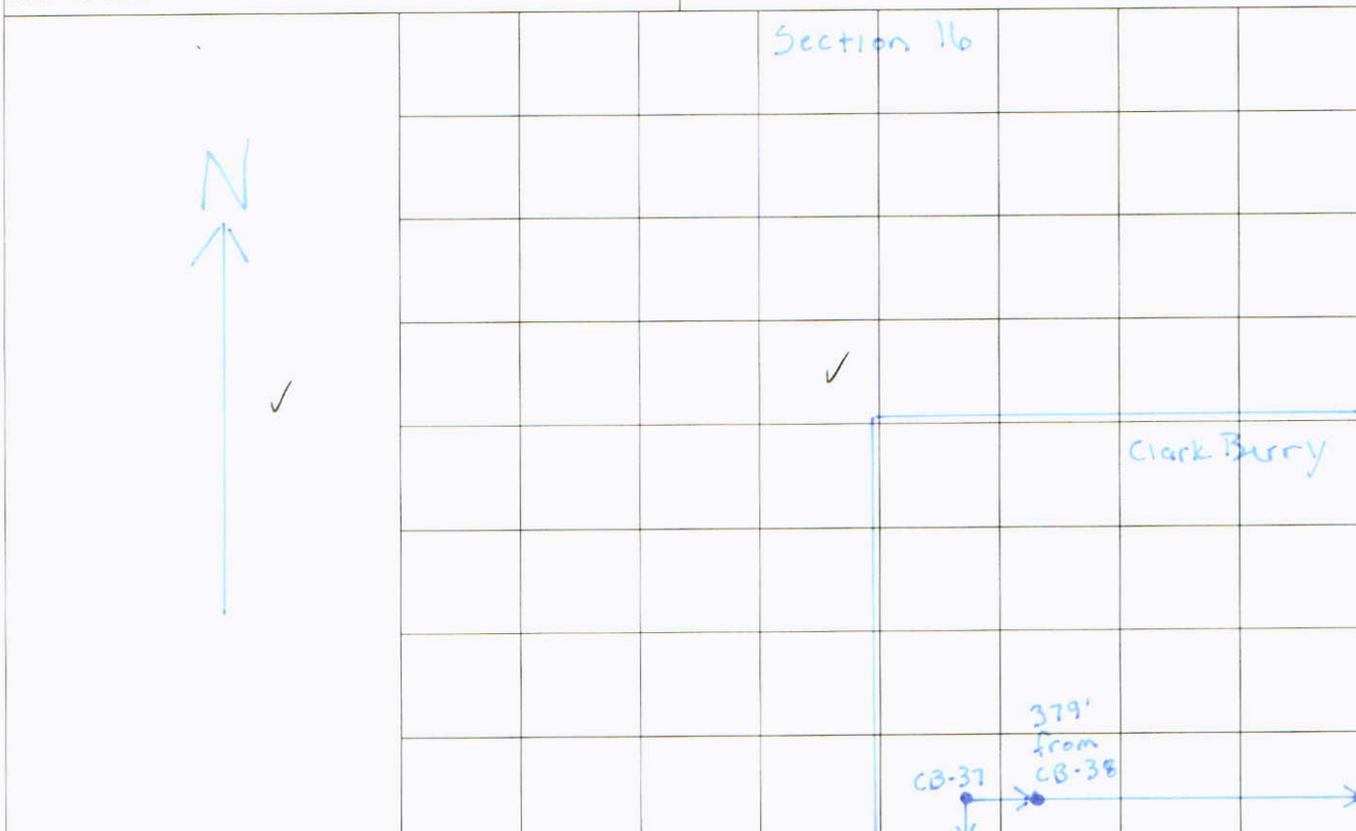
COUNTY
 Cass

WELL LOCATION (GIVE FOOTAGE FROM SECTION LINES)
 194 ft. from North South from section line 2008 ft. from East West from section line

WELL LOCATION
 Sec. 16 Township 46 North Range 33 East West

LATITUDE
 N38° 48' 9.58" ✓

LONGITUDE
 W94° 34' 29.01" ✓



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

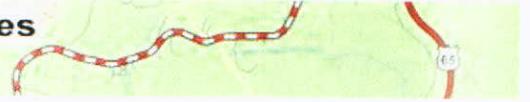
On the above plat, show distance of the proposed well from the two nearest section lines, the nearest lease line, and from the nearest well on the same lease completed in or drilling to the same reservoir. Do not confuse survey lines with lease lines. See rule 10 CSR 50-2.030 for survey requirements. 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.

**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



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	<p>UTM Zone 15N [Easting, Northing] [363260.1, 4296055.7] meters</p> <p>Decimal Degrees [Lat, Lon] [38.802661°, -94.574725°]</p> <p>Deg, Min, Sec [Lat, Lon] [38° 48' 9.5", -94° 34' 29.0"]</p> <p>County Name Cass</p> <p>County FIPS Code 037</p> <p>Legal Description Section 16 T46N R33W</p> <p>Municipality NO VALUE</p> <p>House District 123</p> <p>Senate District 31</p> <p>Congressional District 5</p> <p>MoDNR Region Kansas City Regional Office</p> <p>USGS 1:24,000 Quadrangle Belton [38094-G5]</p> <p>8 Digit Watershed 10300101 [Lower Missouri-Crooked]</p> <p>10 Digit Watershed 1030010101 [Blue River]</p> <p>12 Digit Watershed 103001010104 [Camp Branch-Blue River]</p> <p>Special Well Drilling Area Area 2</p> <p>Ecological Drainage Unit Central Plains/Blackwater/Lamine</p> <p>Level III Ecoregion Central Irregular Plains</p> <p>Query Time 5.672 s</p>
<p><input type="radio"/> Universal Transverse Mercator [Zone 15 North]</p> <hr/> <p>Easting 363260.10687427636 meters</p> <p>Northing 4296055.723451206 meters</p>	
<p><input type="radio"/> Decimal Degrees</p> <hr/> <p>Latitude 38.80266111111111 °</p> <p>Longitude -94.574725 °</p>	
<p><input checked="" type="radio"/> Degrees, Minutes and Seconds</p> <hr/> <p>Latitude Degrees 38 °</p> <p>Latitude Minutes 48 '</p> <p>Latitude Seconds 9.58 ''</p> <p>Longitude Degrees -94 °</p> <p>Longitude Minutes 34 '</p> <p>Longitude Seconds 29.01 ''</p>	

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'

$\frac{P}{M}$: 229' elev. $P_c - M$: 345'

Well ID: # 026255

P_c : 535' TD

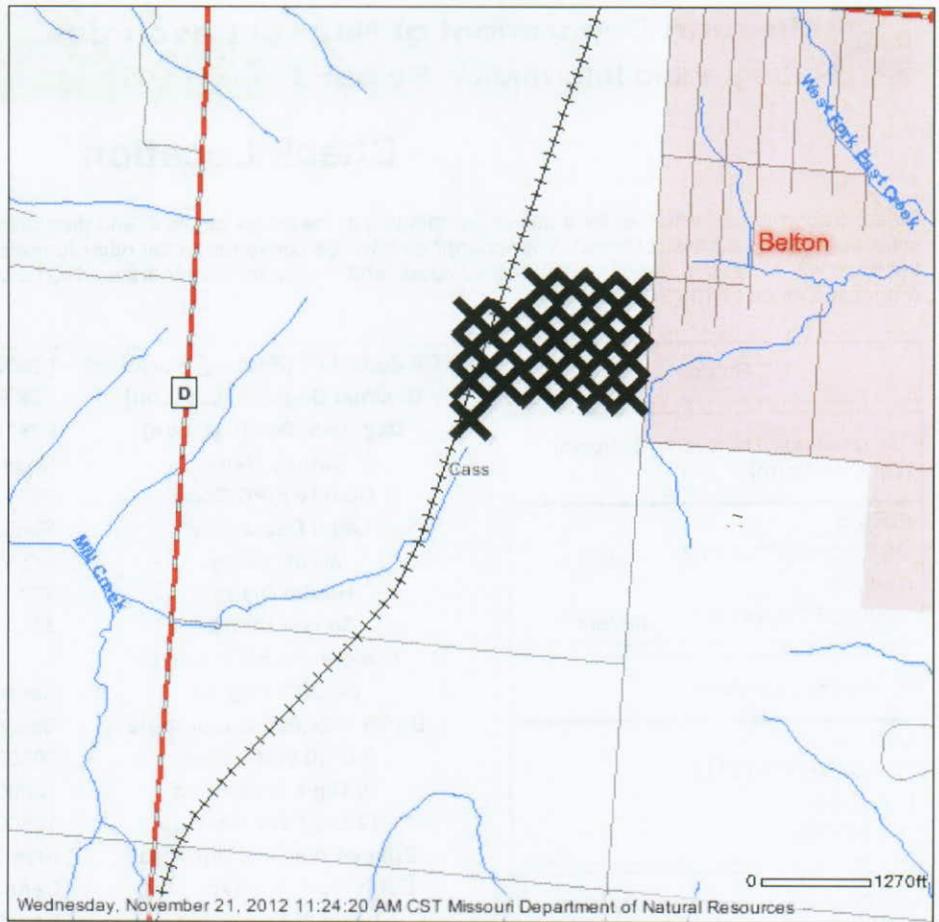
1070-535-345

$\Rightarrow \frac{P}{M} \sim 190'$ elev.

Metadata

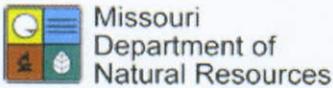
- Interstate Highways
- US Highways
- State Highways
- Railroad
- Major and Minor Roads
- County Boundary
- Lakes
- Major Rivers
- Rivers and Streams
- Missouri River
- Mississippi River
- Municipal

- Legend**
-  Interstate Highways
 -  US Highways
 -  State Highways
 -  Railroad
 -  Major and Minor Roads
 -  County Boundary
 -  Lakes
 -  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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