For KCC Use: /2-/7-2011 Effective Date: 3 District # SGA? Yes No

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form C-1 March 2010 Form must be Typed Form must be Signed All blanks must be Filled

NOTICE OF INTENT TO DRILL

Must be approved by KCC five (Form KSONA-1, Certification of Compliance with the Kansas S	(5) days prior to commencing well urface Owner Notification Act, MUST be submitted with this form.	
Expected Spud Date: December 22, 2011 month day year 34592	Spot Description:	
OPERATOR: License# Name:Kansas Resource Exploration & Development, LLC	495 feet from X E / W Line of	f Section
Address 1: 9393 W. 110th St., Suite 500 Address 2:	Is SECTION: Regular Irregular? (Note: Locate well on the Section Plat on reverse side)	
City: Overland Park	County: Johnson	
Phone: (913) 669-2253	Lease Name: Knabe A Weil #: KR-2 Field Name: Gardner	
CONTRACTOR: License# 8509 Name: Evans Energy Development, Inc.	Is this a Prorated / Spaced Field? /	⊠ No
	Target Formation(s): Bartlesville . Nearest Lease or unit boundary line (in footage): 495'	
Well Drilled For: Well Class: Type Equipment: Oil	Ground Surface Elevation: 1009' Water well within one-quarter mile:	feet MSL No
Seismic ; # of HolesOther	Depth to bottom of fresh water: 200 Depth to bottom of usable water: 300	
If OWWO: old well information as follows:	Surface Pipe by Alternate: XIII 20 Length of Surface Pipe Planned to be set: 20	
Operator:	Length of Conductor Pipe (if any): N/A Projected Total Depth: 900'	
Well Name: Original Total Depth:	Formation at Total Depth: Bartlesville	
Directional, Deviated or Horizontal wellbore?	Water Source for Drilling Operations: Well Farm Pond Other:	
If Yes, true vertical depth:	DWR Permit #:	
KCC DKT #:	(Note: Apply for Permit with DWR Yes	No No
AFFI The undersigned hereby affirms that the drilling, completion and eventual plug It is agreed that the following minimum requirements will be met:	DAVIT ging of this well will comply with K.S.A. 55 et. seq.	
 Notify the appropriate district office <i>prior</i> to spudding of well; A copy of the approved notice of intent to drill <i>shall be</i> posted on each of the minimum amount of surface pipe as specified below <i>shall be set</i> by through all unconsolidated materials plus a minimum of 20 feet into the If the well is dry hole, an agreement between the operator and the distripant of the interpretation of the distripant of the spropriate district office will be notified before well is either plugge If an ALTERNATE II COMPLETION, production pipe shall be cemented or pursuant to Appendix "B" - Eastern Kansas surface casing order #13 must be completed within 30 days of the spud date or the well shall be placed to the spud to the best of my 	y circulating cement to the top; in all cases surface pipe shall be set underlying formation. ct office on plug length and placement is necessary prior to plugging ; dor production casing is cemented in; from below any usable water to surface within 120 DAYS of spud data (3,891-C, which applies to the KCC District 3 area, alternate II cementing plugged. In all cases, NOTIFY district office prior to any cementing	FCFIVED
Date: 12-1-11 Signature of Operator or Agent:	=V_	WICHIT
	Remember to:	> AAIQUII
For KCC Use ONLY API # 15 - 09/-23 734-000 Conductor pipe required feet Minimum surface pipe required feet per ALT. I 911 Approved by: 2004 12-12-3011	 File Certification of Compliance with the Kansas Surface Owner Notificat Act (KSONA-1) with Intent to Drill; File Drill Pit Application (form CDP-1) with Intent to Drill; File Completion Form ACO-1 within 120 days of spud date; File acreage attribution plat according to field proration orders; Notify appropriate district office 48 hours prior to workover or re-entry; 	0 14
This authorization expires: 12-12-2012 (This authorization void if drilling not started within 12 months of approval date.)	 Submit plugging report (CP-4) after plugging is completed (within 60 days Obtain written approval before disposing or injecting salt water. 	22
Spud date:Agent:	 If well will not be drilled or permit has expired (See: authorized expiration d please check the box below and return to the address below. 	ate) X

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

For KCC Use ONLY API#15-091-23734-0000

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

In all cases, please fully complete this side of the form. Include items 1 through 5 at the bottom of this page.

1. Tanabo / t	Development, LLC	Location of Well: County 640	feet from N / N S Line of Section	
Number: KR-2 Gardner ber of Acres attributable to well: //QTR/QTR/QTR of acreage: NW - SE - SE - SE		495 feet from X E / W Line of S		
		Sec. 10 Twp. 14 S. R. 22 E W		
		Section corner used:	NE NW SE SW	
Observator at the		PLAT		
	well. Show footage to the nearest pipelines and electrical lines, as re		ow the predicted locations of Owner Notice Act (House Bill 2032).	
	You may attach a	separate plat if desired.		
: :	Sec 10			
			. =====	
		:	LEGEND	
	: : :	:	O Well Location	
			Tank Battery Location	
			Pipeline Location	
			Electric Line Location	
			Lease Road Location	
	· · · · · · · · · · · · · · · · · · ·			
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			XAMPLE OTT 1980' FSL	
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		11 V22. 1 → 495		

In plotting the proposed location of the well, you must show:

- 1. The manner in which you are using the depicted plat by identifying section lines, i.e. 1 section, 1 section with 8 surrounding sections, KCC WICHITA
- 2. The distance of the proposed drilling location from the south / north and east / west outside section lines.
- 3. The distance to the nearest lease or unit boundary line (in footage).
- 4. If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (C0-7 for oil wells; CG-8 for gas wells).
- 5. The predicted locations of lease roads, tank batteries, pipelines, and electrical lines.

15-091-23734-000

Kansas Corporation Commission Oil & Gas Conservation Division

Form KSONA-1 July 2010 Form Must Be Typed Form must be Signed All blanks must be Filled

CERTIFICATION OF COMPLIANCE WITH THE KANSAS SURFACE OWNER NOTIFICATION ACT

This form must be submitted with all Forms C-1 (Notice of Intent to Drill); CB-1 (Cathodic Protection Borehole Intent); T-1 (Request for Change of Operator Transfer of Injection or Surface Pit Permit); and CP-1 (Well Plugging Application).

Any such form submitted without an accompanying Form KSONA-1 will be returned.

OPERATOR: License # 34592	Well Location:
DPERATOR: License # 34592 Name: Kansas Resource Exploration & Development, LLC Address 1: 9393 W. 110th St., Suite 500	NW SE SE SE Sec. 10 Twp. 14 S. R. 22 XEas West
oddress 1: 9393 W. 110th St., Suite 500	County: Johnson
ddress 2:	Lease Name: Knabe A Well #: KR-2
ddress 2:	If filing a Form T-1 for multiple wells on a lease, enter the legal description of
ontact Person: Bradley Kramer	the lease below:
hone: (913) 669-2253 Fax: ()	
hone: (913) 669-2253 Fax: ()	
urface Owner Information:	
Doris J. Vervynck Trust, Trustee	When filing a Form T-1 involving multiple surface owners, attach an additional
ame: Doris J. Vervynck Trust, Trustee ddress 1: 31450 W. 159th St.	sheet listing all of the information to the left for each surface owner. Surface owner information can be found in the records of the register of deeds for the
ddress 2:	county, and in the real estate property tax records of the county treasurer.
f this form is being submitted with a Form C-1 (Intent) or CB-1 (he KCC with a plat showing the predicted locations of lease road	(Cathodic Protection Borehole Intent), you must supply the surface owners and ds, tank batteries, pipelines, and electrical lines. The locations shown on the plat
this form is being submitted with a Form C-1 (Intent) or CB-1 (ne KCC with a plat showing the predicted locations of lease road re preliminary non-binding estimates. The locations may be entirelect one of the following: I certify that, pursuant to the Kansas Surface Owner Nowner(s) of the land upon which the subject well is or well as the control of the land upon which the subject well is or well as the control of the land upon which the subject well is or well as the control of the land upon which the subject well is or well as the control of the land upon which the subject well is or well as the control of the land upon which the subject well is or well as the control of the land upon which the subject well is or well as the control of the land upon which the subject well is or well as the control of the land upon which the subject well is or well as the control of the land upon which the subject well is or well as the control of the land upon which the subject well is or well as the control of the land upon which the subject well is or well as the control of the land upon which the subject well is or well as the control of the land upon which the subject well is or well as the control of the land upon which the subject well is or well as the control of the land upon which the subject well as the control of the land upon which the subject well as the control of the land upon which the subject well as the control of the land upon which the subject well as the control of the land upon which the subject well as the control of the land upon which the land upon upon which the land upon which th	(Cathodic Protection Borehole Intent), you must supply the surface owners and ds, tank batteries, pipelines, and electrical lines. The locations shown on the plat tered on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted. otice Act (House Bill 2032), I have provided the following to the surface vill be located: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form
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Kansas Corporation Commission Oil & Gas Conservation Division

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: Kansas Resource Exploration & Development, LLC		License Number: 34592			
Operator Address: 9393 W. 110th St., Suite 500		Overland Park KS 66210			
Contact Person: Bradley Kramer		Phone Number: (913) 669-2253			
Lease Name & Well No.: Knabe A	KR-2		Pit Location (QQQQ):		
Type of Pit:	Pit is:		NW SE SE SE		
Emergency Pit Burn Pit	X Proposed	Existing	Sec. 10 Twp. 14 R. 22 X East West		
Settling Pit X Drilling Pit	If Existing, date constructed:		Feet from North / 🔀 South Line of Section		
Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled)	Pit capacity:	(bbis)	495 Feet from X East / West Line of Section Johnson County		
Is the pit located in a Sensitive Ground Water A			Chloride concentration: mg/l (For Emergency Pits and Settling Pits only)		
Is the bottom below ground level? XY Yes No	Artificial Liner?		How is the pit lined if a plastic liner is not used? Native Clay		
Pit dimensions (all but working pits):	Length (fee	•	Width (feet) N/A: Steel Pits 5 (feet) No Pit		
material, thickness and installation procedure.		liner integrity, ii	ncluding any special monitoring.		
Distance to nearest water well within one-mile of pit: Depth to shallo Source of infort		west fresh water feet.			
N\&feet Depth of water well	feet	measured	well owner electric log X KDWR		
Emergency, Settling and Burn Pits ONLY: Producing Formation: Number of producing wells on lease: Number of w		Type of materia	tover and Haul-Off Pits ONLY: all utilized in drilling/workover: Drilling Mud 2 Air dry and backfill		
Does the slope from the tank battery allow all spilled fluids to			RECEIVED pe closed within 365 days of spud date.		
I hereby certify that the above statements are true and correct to the best of my knowledge and belief.					
12-1-11		TSK	my knowledge and belief. DEC 0 9 2011 KCC WICHITA		
Date		Si	gnature of Applicant or Agent		
KCC OFFICE USE ONLY Liner Steel Pit Y RFAC RFAS					
Date Received: 129-11 Permit Num	nber:	Perm	it Date: 13-9-11 Lease Inspection: 11 Yes		

Conservation Division Finney State Office Building 130 S. Market, Rm. 2078 Wichita, KS 67202-3802



Phone: 316-337-6200 Fax: 316-337-6211 http://kcc.ks.gov/

Sam Brownback, Governor

Mark Sievers, Chairman Ward Loyd, Commissioner Thomas E. Wright, Commissioner

December 9, 2011

Kansas Resource Exploration & Development, LLC 9393 W. 110th St., Ste 500 Overland Park, KS 66210

RE: Drilling Pit Application

Knabe A Lease Well No. KR-2

SE/4 Sec. 10-14S-22E Johnson County, Kansas

Dear Sir or Madam:

District staff has inspected the above referenced location and has determined that the reserve pit shall be constructed <u>without slots</u>, the bottom shall be flat and reasonably level, and the free fluids must be removed. The fluids are to be removed from the reserve pit immediately after drilling operations have ceased.

If production casing is set all completion fluids shall be removed from the working pits daily. NO completion fluids or non-exempt wastes shall be placed in the reserve pit.

The fluids should be taken to an authorized disposal well. Please call the District Office at (620) 432-2300 when the fluids have been removed. Please file form CDP-5 (August 2004), Exploration and Production Waste Transfer, within 30 days of fluid removal. Conservation division forms are available through our office and on the KCC web site: www.kcc.state.ks.us/conservation/forms.

A copy of this letter should be posted in the doghouse along with the approved Intent to

If you have any questions or concerns please feel free to contact the undersigned at the above address.

Sincerely,

Kathy Haynes

Kaltistan

Environmental Protection and Remediation Department

cc: File