| | Correct | | CODDECTES | |
|---|--|------------------------------------|--|-------------|
| For KCC Use: 1 17 - 2/- 3/-1/ | Kansas Corporat | TON COMMEDICAN | "CORRECTED | Form C-1 |
| For KCC Use: 10-34-301 | | | | March 2010 |
| District # | OIL & GAS CONSE | RVALION DIVISION | Form must | |
| SGA? Yes X No | NOTICE OF INT | ENT TO DRILL | Form must I | |
| | be approved by KCC five (5) | | Ali blanks musi | t be Filled |
| Form KSONA-1, Certification of (| Compliance with the Kansas Suri | ace Owner Notification Act, Mi | JST be submitted with this form. | |
| Expected Spud Date: October 18, 2011 | | Spot Description: XSW: | SF SE-NW | |
| month da | y year | _ | | 1- (|
| 34592 | . ~ | (0000) | · | E W |
| OPERATOR: License# | <u> </u> | 3035 4271 | feet from N / X S Line | |
| Name: Kansas Resource Exploration & Development | 4.30° | 14 | feet from XE / W Line | of Section |
| Address 1: 9393 W. 110th St., Suite 500 | *************************************** | Is SECTION: Regular | Irregular? | |
| Address 2: | | (Note: Locate we | ili on the Section Plat on reverse side) | |
| | Zip: 66210 + | County: Johnson | | |
| Contact Person: Brad Kramer | | Lease Name: Knabe D | Weil #: KRI- | 10 |
| Phone: (913) 669-2253 | | Field Name: Gardner | vven #: 1818 | |
| CONTRACTOR: License# 8509 | | | | |
| | | Is this a Prorated / Spaced Fiel | d?Ye | s XNo |
| Name: Evans Energy Development, Inc. | | Target Formation(s): Cherokee | | |
| Well Drilled For: Well Class: | Type Equipment: | Nearest Lease or unit boundar | | |
| Oil XEnh Rec XInfield | | Ground Surface Elevation: | | feel MSL |
| | Mud Rotary 7 | Water well within one-quarter n | | s XNo. |
| | Air Rotary | Public water supply well within | <u></u> '``` | s X No |
| Disposal Wildcat | Cable | Depth to bottom of fresh water: | ٠٠٠ ليسبا | • M |
| Seismic ;# of HolesOther | | | | |
| Other: | | Depth to bottom of usable water | r; <u></u> | |
| f OWWO: old well information as follows: | | Surface Pipe by Alternate: | | |
| | | Length of Surface Pipe Planner | to be set: | |
| Operator: | | Length of Conductor Pipe (if an | y): | |
| Well Name: | | Projected Total Depth: 900' | | |
| Original Completion Date: Origin: | al Total Depth: | Formation at Total Depth: Bart | lesville | |
| | | Water Source for Drilling Opera | | |
| Directional, Deviated or Horizontal wellbore? | Yes∑ No | Well X Farm Pond | Other: | |
| If Yes, true vertical depth: | | DWR Permit #: | | |
| Bottom Hole Location: | | (Note: A _l | ply for Permit with DWR | |
| KCC DKT #: | 2 CC1 : 44 2 44 (| Will Cores be taken? | □Yes | No. |
| S: SW-NE-NE-NW 4675 FSL; 303 | ores, mous que, exello | If Yes, proposed zone: | | - KAI |
| W-SE-SE-NW 2747 FSL; 3094 FEL; 1 | AFFIDA | WIT | | |
| The undersigned hereby affirms that the drilling, | | | (SA SE at and | RECE |
| | | g or this well will comply with I | N.S.M. DD et. seq. | |
| It is agreed that the following minimum requirement | ents will be met: | | n | CT 4 - |
| Notify the appropriate district office prior to | spudding of well; | | U | CT 1 : |
| 2. A copy of the approved notice of intent to copy. 3. The minimum amount of surface pipe as synthrough all unconsolidated materials plus at through all unconsolidated materials plus at the well is dry hole, an agreement between | irill shall be posted on each drill | ing rig; | | |
| 3. The minimum amount of surface pipe as s | pecified below shall be set by ci | rculating cement to the top; in | all cases surface pipe <i>shall be 🌠 (</i> | ~ 1///· |
| through all unconsolidated materials plus a | minimum of 20 feet into the und | lerlying formation. | 100 | ~ VVI(|
| 4: If the west to dry hole, all agreement between | en alle operator and the district t | mee on plug length and place | ment is necessary prior to plugging: | |
| 5. The appropriate district office will be notified | a perore well is either plugged o | r production casing is cement | ed in; | |
| 6. If an ALTERNATE II COMPLETION, produ- | cuon pipe snau pe cemented fro | n below any usable water to s | urrace within 120 DAYS of spud date. | |
| Or pursuant to Appendix "B" - Eastern Kan must be completed within 30 days of the s | eas surrace casing order #1.33,8 | and in all occas MOTIFY = | □Istrict 3 årea, alternate II cementin | g |
| | | | strict office prior to any cementing. | |
| I hereby certify that the statements made herein : | are true and to the best of my kn | owledge and belief. | | |
| . 10-7-11 | | <i>>\</i> | Agont | |
| Date: 10-7-11 Signature of Oper | ator or Agent: | 75 | _{Title:} Agent | |
| C. VCC U. ONLY | Re | member to: | | |
| For KCC Use ONLY (1-23688-C | | | vith the Kansas Surface Owner Notificati | سا مم |
| API # 15 - 07/-2060 | | Act (KSONA-1) with Intent to Dril | | 4 |
| Conductor pine required None | | ile Drill Pit Application (form CD | | 1 |
| Conductor pipe required / VOTIC | | ile Completion Form ACO-1 wit | | 1_ |
| | C | | | |
| Minimum surface pipe required | _ feet per ALTIII | ile acreage attribution plat acco | rding to field promation orders: | 4 |

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

(This authorization void if drilling not started within 12 months of approval date.)

Agent:

Spud date:

JUN 2 5 2012

RECEIVED

Notify appropriate district office 48 hours prior to workover or re-entry; Submit plugging report (CP-4) after plugging is completed (within 60 days). Obtain written approval before disposing or injecting salt water.

please check the box below and return to the address below.

Well will not be drilled or Permit Expired Date:

Signature of Operator or Agent:

If well will not be drilled or permit has expired (See: authorized expiration date)

| For KCC Use ONLY | |
|------------------|--|
| API # 15 | |

Correction #1

CORRECTED

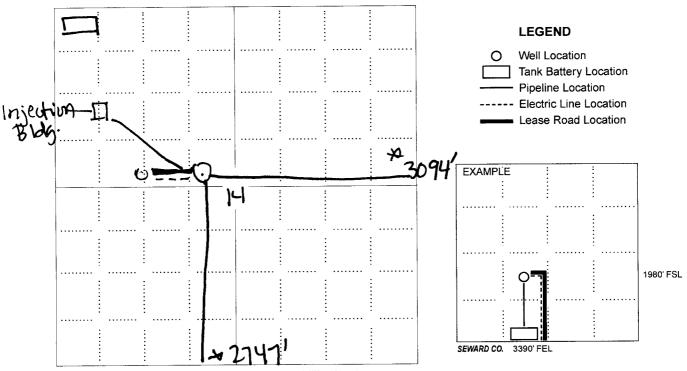
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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

| Operator: Kansas Resource Exploration & Development Lease: Knabe D | Location of Well: County: Johnson 2,747 feet from N / X S Line of Section |
|---|--|
| Well Number: KRI-10 | 3,094 feet from X E / W Line of Section |
| Field: Gardner | Sec. 14 Twp. 14 S. R. 22 X E W |
| Number of Acres attributable to well: QTR/QTR/QTR/QTR of acreagent SW - SE - SE - NW | Is Section: Regular or Irregular |
| | If Section is Irregular, locate well from nearest corner boundary. |
| | Section corner used: NE NW SE SW |
| | |
| P | PLAT |
| Of the state of the small. Obey, fortage to the page of | loose or unit boundary line. Show the predicted locations of |

Show location of the well. Show footage to the nearest lease or unit boundary line. Show the predicted locations of lease roads, tank batteries, pipelines and electrical lines, as required by the Kansas Surface Owner Notice Act (House Bill 2032).

You may attach a separate plat if desired.



NOTE: In all cases locate the spot of the proposed drilling locaton.

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, 4 sections, etc.
- 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.

JUN 2 5 2012

Correction #1

CORRECTED

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.

| OPEDATOR: License # 34592 | Well Location: \SW~SE-SE- | - N/W | | |
|--|--|--|--|--|
| OPERATOR: License # 34592 Name: Kansas Resource Exploration & Development, LLC | SW NE NE NW Sec 14 Two 14 s | R 22 X Fas West | | |
| Address 1: 9393 W. 110th St., Suite 500 | County: Johnson | | | |
| Address 2: | Lease Name: Knabe D | Well #: KRI-10 | | |
| City: Overland Park State: KS 7ip: 66210 | If filing a Form T.1 for multiple wells on a lease | | | |
| Contact Person: Brad Kramer | If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below: | | | |
| Phone: ((913)) 669-2253 Fax: (913) 451-6750 | | | | |
| Address 2: | | | | |
| Surface Owner Information: | | | | |
| Name: Ronald & Susan Rushing | | When filing a Form T-1 involving multiple surface owners, attach an additional | | |
| Name: Ronald & Susan Rushing Address 1: 661 N Pine Cir. | sheet listing all of the information to the left for e owner information can be found in the records of | | | |
| Address 2: | county, and in the real estate property tax records | | | |
| City: Gardner State: KS Zip: 66030 + | | | | |
| If this form is being submitted with a Form C-1 (Intent) or CB-1 (C | | | | |
| If this form is being submitted with a Form C-1 (Intent) or CB-1 (C the KCC with a plat showing the predicted locations of lease roads, are preliminary non-binding estimates. The locations may be enter | , tank batteries, pipelines, and electrical lines. The lo | cations shown on the plat | | |
| If this form is being submitted with a Form C-1 (Intent) or CB-1 (C the KCC with a plat showing the predicted locations of lease roads, | , tank batteries, pipelines, and electrical lines. The loc red on the Form C-1 plat, Form CB-1 plat, or a separa lice Act (House Bill 2032), I have provided the follow be located: 1) a copy of the Form C-1, Form CB-1, form being filed is a Form C-1 or Form CB-1, the plat | cations shown on the plat te plat may be submitted. ving to the surface Form T-1, or Form | | |
| If this form is being submitted with a Form C-1 (Intent) or CB-1 (C the KCC with a plat showing the predicted locations of lease roads, are preliminary non-binding estimates. The locations may be enter Select one of the following: I certify that, pursuant to the Kansas Surface Owner Notiowner(s) of the land upon which the subject well is or will CP-1 that I am filing in connection with this form; 2) if the form; and 3) my operator name, address, phone number, fill I have not provided this information to the surface owner(s) KCC will be required to send this information to the surface task, I acknowledge that I am being charged a \$30.00 han | tank batteries, pipelines, and electrical lines. The located on the Form C-1 plat, Form CB-1 plat, or a separative Act (House Bill 2032), I have provided the follow be located: 1) a copy of the Form C-1, Form CB-1, orm being filed is a Form C-1 or Form CB-1, the plat fax, and email address. 1. I acknowledge that, because I have not provided the cowner(s). To mitigate the additional cost of the Kodling fee, payable to the KCC, which is enclosed with | ving to the surface Form I-1, or Form (s) required by this his information, the CC performing this of this form. | | |
| If this form is being submitted with a Form C-1 (Intent) or CB-1 (C the KCC with a plat showing the predicted locations of lease roads, are preliminary non-binding estimates. The locations may be enter Select one of the following: I certify that, pursuant to the Kansas Surface Owner Notion owner(s) of the land upon which the subject well is or will CP-1 that I am filing in connection with this form; 2) if the form; and 3) my operator name, address, phone number, form I have not provided this information to the surface owner(s) KCC will be required to send this information to the surface. | tank batteries, pipelines, and electrical lines. The located on the Form C-1 plat, Form CB-1 plat, or a separative Act (House Bill 2032), I have provided the follow be located: 1) a copy of the Form C-1, Form CB-1, orm being filed is a Form C-1 or Form CB-1, the plat fax, and email address. 1. I acknowledge that, because I have not provided the cowner(s). To mitigate the additional cost of the Kodling fee, payable to the KCC, which is enclosed with | ving to the surface Form I-1, or Form (s) required by this his information, the CC performing this of this form. RECEIVED In this form, the KSONA-1 | | |
| If this form is being submitted with a Form C-1 (Intent) or CB-1 (C the KCC with a plat showing the predicted locations of lease roads, are preliminary non-binding estimates. The locations may be enter Select one of the following: Certify that, pursuant to the Kansas Surface Owner Notion owner(s) of the land upon which the subject well is or will CP-1 that I am filing in connection with this form; 2) if the form; and 3) my operator name, address, phone number, form; and I have not provided this information to the surface owner(s) KCC will be required to send this information to the surface task, I acknowledge that I am being charged a \$30.00 hands. | tank batteries, pipelines, and electrical lines. The located on the Form C-1 plat, Form CB-1 plat, or a separative dice Act (House Bill 2032), I have provided the follow be located: 1) a copy of the Form C-1, Form CB-1, orm being filed is a Form C-1 or Form CB-1, the platiax, and email address. 1. I acknowledge that, because I have not provided the owner(s). To mitigate the additional cost of the Kodling fee, payable to the KCC, which is enclosed with diring fee with this form. If the fee is not received with the CP-1 will be returned. | ving to the surface Form I-1, or Form (s) required by this his information, the CC performing this of this form. | | |

202

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

JUN 2 5 2012

RECEIVED

KCC WICHITA



KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION



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: Brad Kramer | | | Phone Number: (913) 669-2253 | |
| Lease Name & Well No.: Knabe D | · Knabe D KRI-10 | | Pit Location (QQQQ): * SW-SE-SE-NV | |
| Type of Pit: | Pit is: | | SW . NE . NE . NW | |
| Emergency Pit Burn Pit | ▼ Proposed | | Sec. 14 Twp. 14 R. 22 X East West | |
| Settling Pit X Drilling Pit | If Existing, date constructed: \$\frac{1}{2}\frac{1}{2}\$ | | Feet from North / South Line of Section | |
| Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled) | Pit capacity: | A306 | Feet from X East / West Line of Section | |
| | 120 | (bbls) | Johnson County | |
| Is the pit located in a Sensitive Ground Water A | Area? Yes 🔀 | No | Chloride concentration:mg/i (For Emergency Pits and Settling Pits only) | |
| is the bottom below ground level? XYes No | Artificial Liner? Yes X No | | How is the pit lined if a plastic liner is not used? Native Clay | |
| Pit dimensions (all but working pits): | 5 Length (fee | et) 10 | Width (feet) N/A: Steel Pits | |
| Depth fro | om ground level to dee | epest point: | 5 (feet) No Pit | |
| material, thickness and installation procedure. | | | cluding any special monitoring. | |
| | | Depth to shallo | lowest fresh waterfeet. | |
| N/A feet Depth of water wellfeet | | measured | well owner electric log KDWR | |
| Emergency, Settling and Burn Pits ONLY: | | Drilling, Works | ver and Haul-Off Pits ONLY: | |
| Producing Formation: | | Type of materia | l utilized in drilling/workover: | |
| Number of producing wells on lease: | | Number of working pits to be utilized: | | |
| | | Abandonment; | procedure: Air dry and backfill | |
| Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No | | Drill pits must b | e 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. | | | | |
| hereby certify that the above statements are true and correct to the best of my knowledge and belief. WCC WICHITA | | | | |
| Date Signature of Applicant or Agent | | | | |
| CC OFFICE USE ONLY Liner Steel Pit RFAC RFAS 4.05-19 Date Received: 10-17-11 Permit Number: Permit Date: 10-18-11 Lease Inspection: Yes No | | | | |

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

RECEIVED
JUN 2 5 2012

KCC WICHITA