



APPLICATION FOR TRANSFER, SALE OR ASSIGNMENT OF RIGHTS GRANTED UNDER AN APPROVED SURFACE COAL MINING AND RECLAMATION OPERATIONS PERMIT

PUBLIC SERVICE COMMISSION
RECLAMATION DIVISION
SFN 10579 (1-2004)

Date 1/25/08	
Permit Number GRGR-0501	
State ND	Zip Code 58802-0548

Name of Company, Corporation, Partnership, or Individual Leonardite Products, LLC	
Address PO Box 548	City Williston
Name of Existing Permittee GeoResources, Inc.	
Address PO Box 1505	City Williston

The above named hereby makes application to obtain all rights granted under Surface Coal Mining and Reclamation Operations for the above Permit Number from (date) GRGR-0501 from the above named Existing Permittee for all/part of the approved permit area, described as follows (attach a copy of a metes and bounds description of the area):

NAME OF MINE	ACRES	LOCATION			
		SEC.	TWP.	RANGE	COUNTY
GeoResources Mine	160.00	8	154N	100W	Williams
ADDRESS					
PO Box 1505, Williston, ND 58802					
TOTAL ACRES	160.00				

Performance bond coverage as required by Section 69-05.2-11-06 of the North Dakota Administrative Code shall be submitted with the application.

Name of Official of the Applicant Rodney P. Smith
--

I, the above named official of the applicant, certify that:

1. All information and documents required by Subsection 1 of Section 69-05.2-11-06 of the North Dakota Administrative Code are submitted as a part of this application.
2. The surface coal mining and reclamation operations will be carried out at all times in a manner which insures that all the requirements of Chapter 38-14.1 of the North Dakota Century Code, Article 69-05.2 of the North Dakota Administrative Code, and all terms and conditions of the approved permit are complied with.
3. If any changes are proposed in the mining or reclamation operations or in any of the terms or conditions of the original permit, that application will be made for a new permit or permit revision as required by Section 69-05.2-11-07 of the North Dakota Administrative Code.

Signature of Official <i>Rodney P. Smith</i>	Title Managing Member
---	--------------------------

VERIFICATION

Name of Official of the Applicant
Rodney P. Smith

I, the above named official of the applicant being first and duly sworn, verify that the information contained in this application is true and correct to the best of my knowledge and belief.

Signature of Official: Rodney P. Smith
Title: Managing Member

STATE OF North Dakota)
COUNTY OF Williams)ss.

Subscribed and Sworn before me, this 25 day of January, 2008.

(SEAL)

Mary B. Mahan
Notary Public

My Commission Expires: MARY B MAHAR
Notary Public, State of North Dakota
My Commission Expires October 16, 2009

APPROVAL BY EXISTING PERMITTEE

Name of Official of the Existing Permittee
Collis P. Chandler, III

I, the above named official of the existing permittee, hereby approve the proposed transfer of permit rights as described in the application.

Signature of Official: Collis P. Chandler
Title: Executive Vice-President

STATE OF North Dakota)
COUNTY OF Williams)

Subscribed and Sworn before me, this 25 day of January, 2008.

(SEAL)

Mary B. Mahan
Notary Public

My Commission Expires: MARY B MAHAR
Notary Public, State of North Dakota
My Commission Expires October 16, 2009