For KCC Use:

Eff	e	ct	iv	е	Date
— ·					

District	#	

SGA?	Yes	No

KANSAS CORPORATION COMMISSION **OIL & GAS CONSERVATION DIVISION**

March 2010 Form must be Typed Form must be Signed All blanks must be Filled

Form C-1

1069804

NOTICE OF INTENT TO DRILL

Must be approved by KCC five (5) days prior to commencing well

Form KSONA-1, Certification of Com	pliance with	the Kansas	Surface Owner	Notification Act, MUS	Γ be submitted with this form

Expected Spud Date:	Spot Description:
month day year	(<u>a/a/a/a)</u> Sec Twp S. R E W
OPERATOR: License#	feet from N / S Line of Section
Name:	feet from L E / W Line of Section
Address 1:	Is SECTION: Regular Irregular?
Address 2:	(Note: Locate well on the Section Plat on reverse side)
City: State: Zip: +	County:
Contact Person:	Lease Name: Well #:
Phone:	Field Name:
CONTRACTOR: License#	Is this a Prorated / Spaced Field?
Name:	Target Formation(s):
Well Drilled For: Well Class: Type Equipment: Oil Enh Rec Infield Mud Rotary Gas Storage Pool Ext. Air Rotary Disposal Wildcat Cable Seismic ; # of Holes Other Other:	Nearest Lease or unit boundary line (in footage): Ground Surface Elevation:
	Water Source for Drilling Operations:
Directional, Deviated or Horizontal wellbore?	Well Farm Pond Other:
If Yes, true vertical depth:	DWR Permit #:
Bottom Hole Location:	(Note: Apply for Permit with DWR)
KCC DKT #:	Will Cores be taken? Yes No
	If Yes proposed zone.

AFFIDAVIT

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55 et. seq.

It is agreed that the following minimum requirements will be met:

- 1. Notify the appropriate district office *prior* to spudding of well;
- 2. A copy of the approved notice of intent to drill shall be posted on each drilling rig;
- 3. The minimum amount of surface pipe as specified below shall be set by circulating cement to the top; in all cases surface pipe shall be set through all unconsolidated materials plus a minimum of 20 feet into the underlying formation.
- 4. If the well is dry hole, an agreement between the operator and the district office on plug length and placement is necessary prior to plugging;
- 5. The appropriate district office will be notified before well is either plugged or production casing is cemented in;
- 6. If an ALTERNATE II COMPLETION, production pipe shall be cemented from below any usable water to surface within 120 DAYS of spud date. Or pursuant to Appendix "B" - Eastern Kansas surface casing order #133,891-C, which applies to the KCC District 3 area, alternate II cementing must be completed within 30 days of the spud date or the well shall be plugged. In all cases, NOTIFY district office prior to any cementing.

Submitted Electronically

For KCC Use ONLY	
API # 15	
Conductor pipe required	feet
Minimum surface pipe required	feet per ALT. I II
Approved by:	
This authorization expires:	tarted within 12 months of approval date.)
Spud date: Ag	gent:

Remember to:

- File Certification of Compliance with the Kansas Surface Owner Notification 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;
- Submit plugging report (CP-4) after plugging is completed (within 60 days);
- Obtain written approval before disposing or injecting salt water.
- If well will not be drilled or permit has expired (See: authorized expiration date) 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:

ш

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



For KCC Use ONLY

API # 15 -_

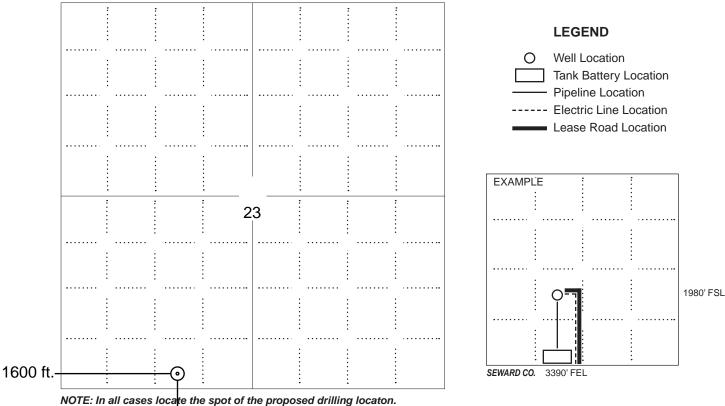
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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

Operator:	Location of Well: County:
Lease:	feet from N / S Line of Section
Well Number:	feet from E / W Line of Section
Field:	Sec Twp S. R E 🗌 W
Number of Acres attributable to well: QTR/QTR/QTR/QTR of acreage:	Is Section: Regular or Irregular
	If Section is Irregular, locate well from nearest corner boundary.
	Section corner used: NE NW SE SW

PLAT

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.



210 ft.

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.

Side Two



KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1069804

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Address:	Emergency, Settling and Burn Pits ONLY: Producing Formation: Number of producing wells on lease: Barrels of fluid produced daily: Does the slope from the tank battery allow all s flow into the pit? Yes No Submitted Electronically	spilled fluids to	Number of work Abandonment p Drill pits must b	I utilized in drilling/workover: king pits to be utilized: procedure: procedure: e closed within 365 days of spud date. e closed within 365 days of spud date. Image: Steel Pit Image: Liner Steel Pit RFAS	
Operator Address: Contact Person: Phone Number: Lease Name & Well No: Pit Location (QQQQ); Type of Pit: Pit Is: Pit Location (QQQQ); Setting Pit Dufling Pit Pit Is: Pit Location (QQQQ); Setting Pit Dufling Pit Pit Is: Pit sisting, date constructed: Feet from North /] South Line of Section Work/ower Pit Hauk-Off Pit Pit capacity: Feet from] East /] West Line of Section Work/ower Pit Hauk-Off Pit Pit capacity: County Is the pit located in a Sensitive Ground Water Area? Yes No Chloride concentration: mgn1 (Pres Enrogency Pits and Sotting Pits only) Artificial Liner? How is the pit lined if a plastic liner is not used? mg1 (Yes No No Pit dimensions (all but working pits): Length (feet) With (feet) NA: Steel Pits Depth from ground level to deepest point: (feet) No Pit Describe procedures for periodic maintenance and determining Iner integrity, including any special monitoring. Iner integrity, including any special monitoring. No Pit Distance to nearest water well within one-mile of pit: Depth to shallowest fresh water	Emergency, Settling and Burn Pits ONLY: Producing Formation: Number of producing wells on lease: Barrels of fluid produced daily: Does the slope from the tank battery allow all s flow into the pit?	pilled fluids to	Number of work Abandonment p Drill pits must b	l utilized in drilling/workover:	
Operator Address: Contact Person: Phone Number: Lease Name & Well No.: Pit Location (QQQQ); Type of Pit: Pit is: Pit Location (QQQQ); Type of Pit: Pit is: Pit social is: Berningency Pit Burn Pit Pit is: Pit social is: Workower Pit Drilling Pit Pit estisting, date constructed: Feet from North /] South Line of Section Workower Pit Houk-Off Pit Pit capacity:	Emergency, Settling and Burn Pits ONLY: Producing Formation: Number of producing wells on lease: Barrels of fluid produced daily: Does the slope from the tank battery allow all s flow into the pit? Yes No	pilled fluids to	Number of work Abandonment p Drill pits must b	l utilized in drilling/workover:	
Operator Address: Contact Person: Phone Number: Lease Name & Well No: Pit Location (QQQQ): Type of Pit: Pit is: Emergency Pit Burn Pit Burn Pit Berting Pit Drilling Pit Haul-Off Pit (# WP Suppy API No. or Near Drilled) Pit capacity:	Emergency, Settling and Burn Pits ONLY: Producing Formation: Number of producing wells on lease:		Number of work	I utilized in drilling/workover:	
Operator Address: Contact Person: Lease Name & Well No: Type of Pit: Emergency Pit Burn Pit Oprotocy Pit Burn Pit Drilling Pit If Existing. date constructed: Feet from Norkover Pit Haul-Off Pit Pit capacity: If Existing. date constructed: Feet from Lease Name & Well No: Pit capacity: If the pit located in a Sensitive Ground Water Area? Yes No Chloride concentration: (For Emergency Pit and Settling Pits only) Is the pit located in a Sensitive Ground Water Area? Yes No Chloride concentration:	Emergency, Settling and Burn Pits ONLY: Producing Formation:			l utilized in drilling/workover:	
Operator Address: Contact Person: Lease Name & Well No.: Type of Pit: Emergency Pit Burn Pit Proposed Existing Settling Pit Drilling Pit If Existing, date constructed: Peet from Norkover Pit Haul-Off Pit (If WP Supply API No. or Vear Drilled) Pit capacity: (If WP Supply API No. or Vear Drilled) Is the pit located in a Sensitive Ground Water Area? Yes No Chloride concentration:	Emergency, Settling and Burn Pits ONLY:		Type of materia		
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Operator Address: Phone Number: Contact Person: Phone Number: Lease Name & Well No.: Pit Location (QQQQ): Type of Pit: Pit is: Emergency Pit Burn Pit Settling Pit Drilling Pit If Existing, date constructed: Feet from North / Bouth Line of Section Workover Pit Haul-Off Pit Pit capacity: Feet from East / West Line of Section (If WP Supply API No. or Year Drilled) Pit capacity: Is the pit located in a Sensitive Ground Water Area? Yes No Chloride concentration: (If WP Supply API No. or Year Drilled) Artificial Liner? Is the pit located in a Sensitive Ground Water Area? Yes Yes No Pit dimensions (all but working pits): Length (feet) Width (feet) It the pit is lined give a brief description of the liner Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Distance to nearest water well within one-mile of pit: Depth to shallowest fresh water					
Operator Address: Phone Number: Contact Person: Phone Number: Lease Name & Well No.: Pit Location (QQQQ): Type of Pit: Pit is: Emergency Pit Burn Pit Burn Pit Proposed Existing SecTwpR East Workover Pit Haul-Off Pit Workover Pit Haul-Off Pit Pit capacity:	Distance to nearest water well within one-mile	of pit:			
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Operator Address: Contact Person: Phone Number: Lease Name & Well No.: Pit Location (QQQQ): Type of Pit: Pit is: Emergency Pit Burn Pit Settling Pit Drilling Pit Workover Pit Haul-Off Pit Workover Pit Haul-Off Pit Pit capacity:			lo	How is the pit lined if a plastic liner is not used?	
Operator Address: Contact Person: Phone Number: Lease Name & Well No.: Pit Location (QQQQ): Type of Pit: Pit is: Emergency Pit Burn Pit Proposed Existing Settling Pit Drilling Pit If Existing, date constructed: Feet from North / South Line of Section Workover Pit Haul-Off Pit Pit capacity: Pit capacity:	Is the pit located in a Sensitive Ground Water A	Area? Yes I	No		
Operator Address: Contact Person: Phone Number: Lease Name & Well No.: Pit Location (QQQQ): Type of Pit: Pit is: Emergency Pit Burn Pit Proposed Existing Settling Pit Drilling Pit If Existing, date constructed:	(יוי ער סטקטיארי ועט. טו זפאר שווופס)		(bbls)	County	
Operator Address: Contact Person: Phone Number: Lease Name & Well No.: Pit Location (QQQQ): Type of Pit: Pit is: Emergency Pit Burn Pit Proposed Existing Sec. Twp. R. East		Pit capacity:		Feet from East / West_Line of Section	
Operator Address: Contact Person: Lease Name & Well No.: Type of Pit: Pit is: Pit is:	Settling Pit Drilling Pit	If Existing, date constructed:		Feet from North / South Line of Section	
Operator Address: Contact Person: Lease Name & Well No.: Pit Location (QQQQ):	Emergency Pit Burn Pit	Proposed	Existing	SecTwpR East West	
Operator Address: Contact Person: Phone Number:	Type of Pit:	Pit is:		·	
Operator Address:		Lease Name & Well No.:			
	Lease Name & Well No.:		Phone Number:		
Operator Name: License Number:	Contact Person:				

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



KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1069804

CERTIFICATION OF COMPLIANCE WITH THE KANSAS SURFACE OWNER NOTIFICATION ACT

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

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.

Select the corresponding form being filed: C-1 (Intent) CB-1 (Cathodic Protection Borehole Intent) T-1 (Transfer) CP-1 (Plugging Application)

OPERATOR: License #	Well Location:
Name:	
Address 1:	County:
Address 2:	Lease Name: Well #:
City: Zip: Contact Person:	If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:
Phone: () Fax: () Email Address:	
Surface Owner Information:	
Name:	When filing a Form T-1 involving multiple surface owners, attach an additional
Address 1:	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
Address 2:	county, and in the real estate property tax records of the county treasurer.
City: State: Zip:+	

If this form is being submitted with a Form C-1 (Intent) or CB-1 (Cathodic Protection Borehole Intent), you must supply the surface owners and the KCC with a plat showing the predicted locations of lease roads, tank batteries, pipelines, and electrical lines. The locations shown on the plat are preliminary non-binding estimates. The locations may be entered on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted.

Select one of the following:

- I certify that, pursuant to the Kansas Surface Owner Notice Act (House Bill 2032), I have provided the following to the surface owner(s) of the land upon which the subject well is or will be located: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form CP-1 that I am filing in connection with this form; 2) if the form being filed is a Form C-1 or Form CB-1, the plat(s) required by this form; and 3) my operator name, address, phone number, fax, and email address.
- □ I have not provided this information to the surface owner(s). I acknowledge that, because I have not provided this information, the KCC will be required to send this information to the surface owner(s). To mitigate the additional cost of the KCC performing this task, I acknowledge that I am being charged a \$30.00 handling fee, payable to the KCC, which is enclosed with this form.

If choosing the second option, submit payment of the \$30.00 handling fee with this form. If the fee is not received with this form, the KSONA-1 form and the associated Form C-1, Form CB-1, Form T-1, or Form CP-1 will be returned.

Submitted Electronically

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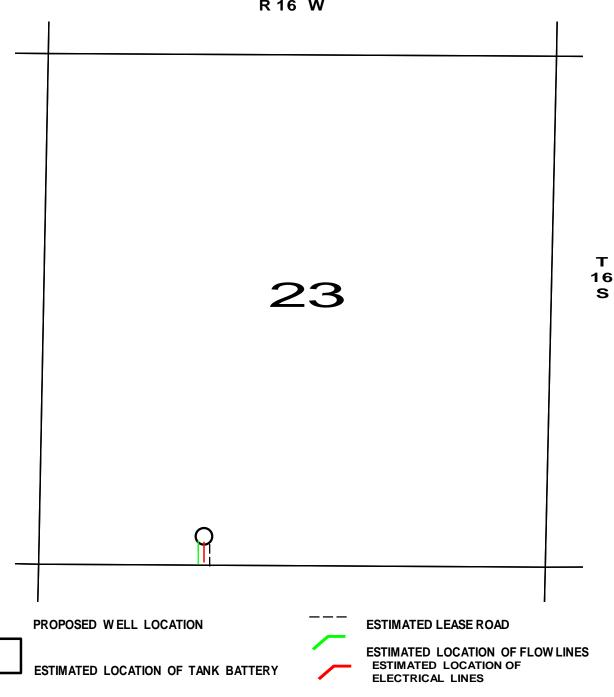
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Samuel Gary Jr & Associates, Inc 1515 Wynkoop Street, Suite 700 **OPERATOR**: Denver, Colorado 80202 office : 303-831-4673 ; fax : 303-863-7285

WELL NAME: TUZICKA-YARMER ET AL 1-23

LOCATION: 210 FSL/1600 FWL Sec. 23-16S-16W RUSH COUNTY

SURFACE OWNER : Cory J. & Jatim Wagner 684 West Highway 4 **Olmitz, KS 67564**



R16 W

OIL AND GAS LEASE

AGREEMENT, Made and entered	ed into the	10 th	day of		February		2011
by and between	<u>R</u>	OBERT YAR	MER AND	VALERIE D	. YARMER, husb	and and wife	
whose mailing address is	H	ign Plains Energ	gy Partners	<u>, LLC</u>		hereinafter called I	essor (whether one or more),
		515 Wynkoop S					, hereinafter called Lessee:
Lessor, in consideration of							
therein situated in County of	<u>R</u>	ush		State of	Kansas		1 1 1 4 4 .
therein situated in County of Rush State of Kansas described as follows to-wit: SEE EXHIBIT "A" ATTACHED HERETO AND MADE A PART HEREOF FOR PROPERTY DESCRIPTION.							
In Section <u>26</u> To accretions thereto.	ownship <u>16</u>	South F	Range	<u>16 West</u>	_ and containing	160.00	_ acres, more or less, and all
Subject to the provisions herein of hydrocarbons, gas or other resp provisions hereof.	contained, this lease sha ective constituent prod	all remain in force for a ucts, or any of them,	term of is produced fro	Three (3) m said land or land	years from this date (called pooled therewith or this lea	"primary term") and as use is otherwise mainta	long thereafter as oil, liquid ned in effect pursuant to the

In consideration of the premises the said Lessee covenants and agrees:

1st. To deliver to the credit of Lessor, free of cost, in the pipe line to which Lessee may connect wells on said land, the equal one-eighth (1/8) part of all oil produced and saved from the leased premises

2nd. To pay Lessor for gas, (including casinghead gas) of whatsoever nature or kind produced and sold, or used off the premises, or used in the manufacture of any products therefrom, one-eighth (1/8) at the market price at the well, (but, as to gas sold by Lessee, in no event more than one-eighth (1/8) of the net proceeds received by Lessee from such sales, such net proceeds to be less a proportionate part of the production, severance, or other excise taxes and the cost incurred by Lessee in delivering, treating for the removal of nitrogen, helium or other impurities in the gas, processing, compressing, or otherwise making any such gas merchantable) for the gas sold, used off the premises, or in the manufacture of products therefrom, said payments to be made monthly.

This lease may be maintained during the primary term hereof without further payment or drilling operations. If at the expiration of the primary term of this lease, oil or gas is not being produced on continuously prosecuted on the leased premises or on acreage pooled or unitized therewith but Lessee is then engaged in drilling, reworking operations thereon, then this lease shall continue in force so long as operations are being days shall elapse between the completion or abandomment of one well and the beginning of operations for the drilling of a subsequent well. If after discovery of oil or gas on the leased fremises or on acreage pooled or unitized therewith; had operations for the drilling of a subsequent well. If after discovery of oil or gas on the leased premises or on acreage hundred and twenty (120) days from the date of cessation of production or from the leased premises or on acreage pooled from the lease of the dress of the dress of the dress of the dress of the discovered and produced as a result of such operations, within one shall continue in full force and effect so long as oil or gas is produced from the leased premises or on acreage pooled or unitized therewith.

If after the primary term one or more wells on the lease premises or lands pooled or unitized therewith are capable of producing oil or gas or other substances covered hereby, but such well or wells are either shut in or production therefrom is not being sold by Lessee, such well or wells shall nevertheless be deemed to be producing for the purpose of maintaining the lease. If for a period of ninety (90) payment to be made to Lessor on or before the anniversary date of this lease next ensuing after the expiration of the said ninety (90) day period and thereafter on or before the anniversary date of this lease next ensuing after the expiration of the said ninety (90) day period and thereafter on or before the anniversary date of this lease response to be unitized therewith, no shut-in royalty of our or other be being anilatined by operations, or if production thereform is not being sold by Lessee, such will or wells are shut in or modulot on thereform is not being sold by Lessee, provided that if this lease is in its primary term or otherwise being maintained by operations, or if production is pooled or unitized therewith, no shut-in royalty shall be due until the end of the next following anniversary date of this lease that cases the case that case may be. Lessee's failure to properly pay shut-in royalty shall render Lessee liable for the amount due, but shall not operate to terminate this lease.

If said Lessor owns a less interest in the above described land than the entire and undivided fee simple estate therein, then the royalties (including any shut-in royalties) herein provided for shall be paid the said Lessor only in the proportion which Lessor's interest bears to the whole and undivided fee.

Lessee shall have the right to use, free of cost, gas, oil and water produced on said land for Lessee's operation thereon, except water from the wells of Lessor.

When requested by Lessor, Lessee shall bury Lessee's pipe lines below plow depth.

No well shall be drilled nearer than 200 feet to the house or barn now on said premises without written consent of Lessor

Lessee shall pay for damages caused by Lessee's operations to growing crops on said land.

Lessee shall have the right at any time to remove all machinery and fixtures placed on said premises, including the right to draw and remove casing

If the estate of either party hereto is assigned, and the privilege of assigning in whole or in part is expressly allowed, the covenants hereof shall extend to their heirs, executors, administrators, assignment or a true copy thereof. In case Lessee assigns this lease, in whole or in part, Lessee shall be relieved of all obligations with respect to the assigned portion or portions arising subsequent to the date

Lessee may at any time execute and deliver to Lessor or place of record a release or releases covering any portion or portions of the above described premises and thereby surrendered.

All express or implied covenants of this lease shall be subject to all Federal and State Laws, Executive Orders, Rules or Regulations, and this lease shall not be terminated, in whole or in part, nor and production of wells, and regulation of the price or transportation of oil, gas or other substance covered hereby. When drilling, reworking, production or other operations or obligations under this lease are strike, lockout, or other industrial disturbance, act of the public eneuty, war, blockade, public riot, lightening, fire, storm, flood or other act of nature, explosion, governmental action, governmental delay, specifically enumerated above or otherwise, which is not reasonably within control of Lessee, this lease shall not terminate because of such prevention or delay, and, at Lessee's option, the period of such exists or delayed.

Lessor hereby warrants and agrees to defend the title to the lands herein described, and agrees that the Lessee shall have the right at any time to redeem for Lessor, by payment any mortgage or other liens on the above described lands, in the event of default of payment by Lessor, and be subrogated to the rights of the holder thereof, and the undersigned Lessors, for themselves and the successors and assigns, hereby surrender and release all right of dower and homestead in the premises described herein, in so far as said right of dower and homestead may in any way affect the purport which this lease is made, as recited herein. mortgages, t s and their h ses for

Lessee, at its option, is hereby given the right and power to pool, unitize or combine the acreage covered by this lease or any portion thereof with other land, lease or leases in the immediate vicinity under and that may be produced from said premises, such pooling or unitization to be of tracts contiguous to one another and to be into a unit or units not exceeding 640 acres each in the event of a gas well or a horizontal oil well. Lessee shall execute in writing and record in the conveyance records of the county in which the land payment of royalties on production from the pooled unit, as if it were included in this lease. If production is found on the pooled or unitized areage, it shall be treated, for all purposes except the whether the well or wells be located on the premises overed by this lease or not. In lieu of the royalties elsewhere herein specified, Lessor shall recease or production from a unit so pooled only such portion is had from this lease. If production is not may are production from the pooled only such portion is load from the pooled only such portion is had from this lease or not. In lieu of the royalties elsewhere herein specified, Lessor shall recease or production from a unit so pooled only such portion is not from the pooled only such portion and the unit or here there there are gas is bars to the total arecage is opoled on unitized and reage placed in the unit or here possible shares bears to the total arecage so pooled or unitized areage is robated on the premises covered by this lease or not. In lieu of the royalties elsewhere here in specified, Lessor shall recease or production from a unit so pooled only such portion on an areage basis bears to the total areage so pooled or unitized in the particular unit involved.

Lessor agrees to give written notice to Lessee, if, during the primary term of this lease, Lessor receives a bona fide offer which Lessor is willing to accept from any party offering to purchase from agrees to notify Lessee in writing of said offer immediately, including in the notice the name and address of the offer, which he see becoming effective upon expiration of this lease. Lessor hereby period of fifteen days after receipt of the notice, shall have the prior and preferred right and option to purchase the lease or part thereof or interest therein, covered by the offer. Lessee, for a terms and conditions of the offer, all offers made up to and including the last day of the primary term of this lease have not address of this lease. The see is the offer of the notice, shall have the prior and preferred right and option to purchase the lease or part thereof or interest therein, covered by the offer at the price and aconditions of the offer. Lessee, for a terms and conditions of the terms, hereto, it shall so notify Lessor in writing by mail or telegram prior to expiration of sail 5-day period. Lessee shall promptly thereafter furnish to Lessor the new of title according to the terms thereof. Upon receipt thereof, Lessor shall promptly execute said lease and return the same along with the endorsed draft to Lesse's representative or through Lessor's bank of

This lease may be signed in any number or numbers of counterparts and shall be effective as to each Lessor on execution hereof as to his or her interest and shall be binding on those signing, transing some of the Lessors above named who may not have joined in the execution hereof. The word "Lessor" as used in this lease shall mean the party or parties who execute this lease as Lessor. vithsta thstanding so igh not name

Lessee shall have the exclusive right to explore the land herein described by geological, geophysical or other methods, whether similar to those herein specified or not and whether now known or including the drilling of holes, use of torsion balance, seismograph explosions, magnetometer, or other geophysical or geological instruments, tests or procedures, for the purpose of securing geological near the drilling of holes. Lesser and Lessee herein agree that a portion of the consideration paid herein is for advance payment of usual and customary damages associated with seismograph explosions, it is to explore the consideration paid herein is for advance payment of usual and customary damages associated with seismograph operations (i.e.: thre tracks in the ay elect to repair the damages in lieu of compensation. and con who

Lessor (and Lessee) herein agree to less and except from the terms of this Oil and Gas Lease any currently existing oil and/or gas well(s), bore hole(s) or other related facilities located on the related facilities. Lessor further agrees that Lessee shall not be liable nor shall Lessee have the obligation to plug and abandon any of said existing oil and/or gas well(s), bore hole(s) or other related facilities.

SEE EXHIBIT "A" ATTACHED HERETO AND MADE A PART HEREOF FOR ADDITIONAL TERMS AND PROVISIONS.

IN WITNESS WHEREOF, the undersigned execute this instrument as of the day and year first above written.

ROBERT YARMER Rebert Harmer by Unlerie D Yarmer alerie Valerie D Youmer

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SESUE N		STATE
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y Valerie D. Yarmer, individually and as Power of Attorney for Robert Yarmer	The foregoing instrument was acknowledged before me this <u>10th</u> day of February	ey for Robert Yarmer	by Valerie D. Yarmer, individually and as Power of Attorn

Votary Public

EXHIBIT "A"

Attached to and made a part of that Certain Oil and Gas Lease dated February 10th, 2011, by and between, ROBERT YARMER, ET UX, as Lessor, and High Plains Energy Partners, LLC, as Lessee.

PROPERTY DESCRIPTION:

TOWNSHIP 16 SOUTH - RANGE 16 WEST

SECTION 26:

That certain tract or parcel of land estimated to contain <u>160.00</u> acres, more or less, and being described as the Northwest Quarter (NW/4) of Section 26, Township 16 South, Range 16 West, Rush County, Kansas.

ADDITIONAL TERMS AND PROVISIONS:

- 1. The provisions of this EXHIBIT "A" shall control and supersede the terms of the attached oil and gas lease when such terms conflict.
- 2. Lessee shall bury and maintain all pipelines below ordinary plow depth (36").
- 3. Lessee shall pay all damages, caused by Lessee's operations hereunder to crops, including grass, and restore as nearly as practical, said premises to the same conditions and contour as previously existed, upon termination of this lease.

STATE OF KANSAS

COUNTY OF RUSH

KNOW ALL MEN BY THESE PRESENTS:

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THAT, an Oil and Gas Lease dated <u>December 8, 2006</u> covering that certain tract of land containing an aggregate of <u>160.00</u> acres, more or less, being situated in the <u>Southwest Quarter (SW /4)</u> of Section <u>23</u>, Township <u>16</u> South, Range <u>16</u> West, Rush County, Kansas, was executed by:

DORIS J. TUZICKA and CLARENCE J. TUZICKA, husband and wife, whose address is RR 1 Box 53, Otis, Kansas 67565, as Lessor (whether one or more);

CORY J. WAGNER and JATIM D. WAGNER, husband and wife, whose address is 684 W. Hwy. 4, Olmitz, Kansas, as Lessor (whether one or more);

in favor of

SAMUEL GARY, JR. & ASSOCIATES, INC., whose address is declared to be 1515 Wynkoop, Suite 700, Denver, Colorado 80202, as Lessee;

and being recorded in Book <u>151</u>, Page <u>47</u>, of the official records of the Register of Deeds, Rush County, Kansas, and being referred to hereinafter as the Subject Lease; and,

WHEREAS, the term of the Subject Lease was granted for a period of <u>Three (3) years with option to extend for two (2)</u> years; and

WHEREAS, Lessee exercised its option to extend the Subject Lease for two (2) years; and

WHEREAS, Lessor has agreed to grant a second extension of the Subject Lease for an additional Year (1) year;

NOW THEREFORE, in consideration of Ten Dollars and No/100 and Other Good and Valuable Consideration (\$10.00 & OVC) the receipt and adequacy of which are hereby acknowledged, the undersigned Lessor does hereby amend, modify and reform the Subject Lease, as follows:

1.

It is expressly declared to be the intention of the parties that the Subject Lease be extended for $\underline{\text{Two}}(2)$ additional years plus <u>One (1) year</u>, to the same extent and effect as though the Subject Lease had been granted in the first instance for a primary term of <u>Six (6) years</u> with the intent that the Lease term shall expire <u>December 8, 2012</u>.

It is expressly declared to be the intention of the parties that the Subject Lease be further amended by Lessor to hereby exclude from the terms of the Subject Lease any currently existing oil and/or gas well(s), bore hole(s) or other related facilities located on the hereinabove described lease premises. Lessor and Lessee further agree that Lessee shall not be liable nor shall Lessee have the obligation to plug and abandon any of said existing oil and/or gas well(s), bore hole(s) or related facilities.

2.

Lessor herein acknowledges that the Subject Lease, as amended is in full force and effect, and except as expressly amended, modified and reformed herein, the Subject Lease shall remain in full force and effect in accordance with its original terms and provisions. That, the Lessor **hereby adopts, ratifies and confirms** the Subject Lease, and further **grants, leases and lets** unto Samuel Gary, Jr. & Associates, Inc., as Lessee, in accordance with the terms and provisions of the Subject Lease.

This instrument may be signed in any number of counterparts, each of which shall be binding on the party or parties so signing regardless of whether all of the owners join in the granting of this instrument; and the failure of any party named herein as Lessor to sign this instrument shall not affect the validity as to those whose signatures appear hereon or on a counterpart hereof.

The consideration paid by Lessee to Lessor is accepted as full and adequate consideration for all rights, options and privileges herein granted.

IN WITNESS WHEREOF, this instrument is executed on UCHODEr 14, 2009.

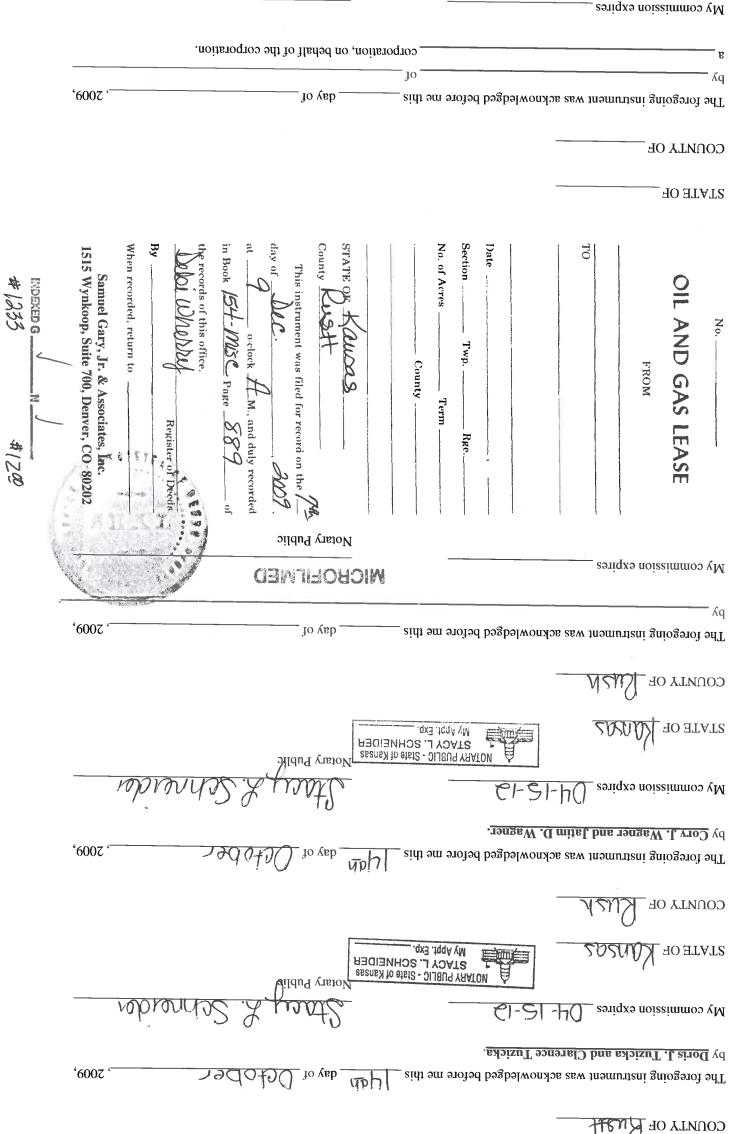
LESSOR:

Boundy, Tenzichan Doris J. Tuzicka

or Jowagner

<u>Clarence Junika</u>

COUNTY OF RUSH



Notary Public

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OIL AND GAS LEASE

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AGREEMENT, Made and ente	ered into the <u>8th</u> day of	December		2006
by and between	SEE EXHIBIT "A" A	TTACHED HERETO A	AND MADE A PART HE	EREOF FOR LESSORS
	NAMES AND ADDR	RESSES		
whose mailing address is			here	inafter called Lessor (whether one or more),
and	Samuel Gary Jr. & A	ssociates, Inc		
	1670 Broadway, Suit	te 3300, Denver, CO 802	202	hereinafter called Lessee:
acknowledged and of the royalties here exploring by geophysical and other mer gas, water, other fluids, and air into sub	ans, prospecting drilling, mining an surface strata, laying pipe lines, sto re and transport said oil, liquid hyd	of the lessee herein contained, her nd operating for and producing oil yring oil, building tanks, power star drocarbons, gases and their respect	reby grants, leases and lets exclusive , liquid hydrocarbons, all gases, and tions, telephone lines, and other stru- tive constituent products and other) in hand paid, receipt of which is hereby y unto lessee for the purpose of investigating, their respective constituent products, injecting ctures and things thereon to produce, save, take products manufactured therefrom, and housing
therein situated in County of	Rush	_ State of	Kansas	described as follows to-

SEE EXHIBIT "A" ATTACHED HERETO AND MADE A PART HEREOF FOR PROPERTY DESCRIPTION.

16 South In Section 23 16 West _ and containing _ Township Range 160.00 ____ acres, more or less, and all accretions thereto

Subject to the provisions herein contained, this lease shall remain in force for a term of <u>Three (3)</u> years from this date (called "primary term") and as long thereafter as oil, liquid hydrocarbons, gas or other respective constituent products, or any of them, is produced from said land or land pooled therewith or this lease is otherwise maintained in effect pursuant to the provisions hereof.

In consideration of the premises the said lessee covenants and agrees:

1st. To deliver to the credit of Lessor, free of cost, in the pipe line to which Lessee may connect wells on said land, the equal one-eighth (1/8) part of all oil produced and saved from the leased prem

2nd. To pay Lessor for gas, (including casinghead gas) of whatsoever nature or kind produced and sold, or used off the premises, or used in the manufacture of any products therefrom, eighth (1/8), at the market price at the well, (but, as to gas sold by Lessee, in no event more than one-eighth (1/8) of the net proceeds received by Lessee from such sales, such net proceeds is a proportionate part of the production, severance, or other excise taxes and the cost incurred by Lessee in delivering, treating for the removal of nitrogen, helium or other impurities in gas, processing, compressing, or otherwise making any such gas merchantable) for the gas sold, used off the premises, or in the manufacture of products therefrom, said payments to be the gas, proce made monthly

This lease may be maintained during the primary term hereof without further payment or drilling operations. If at the expiration of the primary term of this lease, oil or gas is not being produced on the leased premises or on acreage pooled or unitized therewith but Lessee is then engaged in drilling, reworking operations thereon, then this lease shall continue in force so long as operations are being continuously prosecuted on the leased premises or on acreage pooled or unitized therewith, and operations shall be considered to be continuously prosecuted if not more than one hundred and twenty (120) days shall elapse between the completion or abandomment of one well and the beginning of operations for the drilling of a subsequent well. If after discovery of oil or gas on the leased premises or on acreage pooled or unitized therewith, the production should cease from any cause after the primary term, this lease shall not terminate if Lessee commences additional drilling or reworking operations within one hundred and twenty (120) days shall be discovered and produced as a result of such operations, this lease shall continue in force so on a shall be discovered and produced as a result of such operations, this lease shall continue in full force and effect so long as oil or gas is produced from the leased premises or on acreage pooled or unitized therewith. ate if

If after the primary term one or more wells on the lease premises or lands pooled or unitized therewith are capable of producing oil or gas or other substances covered hereby, but such well or wells are either shut in or production therefrom is not being sold by Lessee, such well or wells shall nevertheless be deemed to be producing for the purpose of maintaining the lease. If for a period of ninety (90) consecutive days such well or wells are situe in or production therefrom is not sold by Lessee, the Lessee shall pay an aggregate shut-in royalty of One Dollar (\$1.00) per acre then covered by this lease, such payment to be made to Lessor on or before the anniversary date of this lease next ensuing after the expiration of the said ninety (90) day period and thereafter on or before each anniversary date of this lease while the well or wells are shut in or production therefrom is not being sold by Lessee; provided that if this lease is in its primary term or otherwise being maintained by operations, or if production is being sold by Lessee from another well on the leased premises or lands pooled or unitized therewith, no shut-in royalty shall be due until the end of the next following anniversary date of this lease that cessation of such operations or production occurs, as the case may be. Lessee's failure to properly pay shut-in royalty shall render Lessee liable for the amount due, but shall not operate to terminate this lease.

If said lessor owns a less interest in the above described land than the entire and undivided fee simple estate therein, then the royalties (including any shut-in royalties) herein provided for shall be paid the said lessor only in the proportion which lessor's interest bears to the whole and undivided fee.

Lessee shall have the right to use, free of cost, gas, oil and water produced on said land for lessee's operation thereon, except water from the wells of lessor.

When requested by lessor, lessee shall bury lessee's pipe lines below plow depth.

No well shall be drilled nearer than 200 feet to the house or barn now on said premises without written consent of lessor.

Lessee shall pay for damages caused by lessee's operations to growing crops on said land.

Lessee shall have the right at any time to remove all machinery and fixtures placed on said premises, including the right to draw and remove casing.

If the estate of either party hereto is assigned, and the privilege of assigning in whole or in part is expressly allowed, the covenants hereof shall extend to their heirs, executors, administrators, successors or assigns, but no change in the ownership of the land or assignment of rentals or royalties shall be binding on the lessee until after the lessee has been furnished with a written transfer or assignment or a true copy thereof. In case lessee assigns this lease, in whole or in part, lessee shall be relieved of all obligations with respect to the assigned portion or portions arising subsequent to the date of assignment.

Lessee may at any time execute and deliver to lessor or place of record a release or releases covering any portion or portions of the above described premises and thereby surrender this to such portion or portions and be relieved of all obligations as to the acreage surrendered.

All express or implied covenants of this lease shall be subject to all Federal and State Laws, Executive Orders, Rules or Regulations, and this lease shall not be terminated, in whole or in part, nor lessee held liable in damages, for failure to comply therewith, if compliance is prevented by, or if such failure is the result of, any such Law, Order, Rule or Regulation, including restrictions on the drilling and production of wells, and regulation of the price or transportation of oil, gas or other substance covered hereby. When drilling, reworking, production or other operations or obligations under this lease are prevented or delayed by such laws, rules, regulations or other substance covered hereby. When drilling, reworking, production or other electricity, fuel, access or easements, or by an act of God, strike, lockout, or other industrial disturbance, act of the public enemy, war, blockade, public roit, lightening, fire, storm, flood or other act of nature, explosion, governmental action, governmental delay, restraint or inaction, or by inability to obtain a satisfactory market for production, or failure of purchasers or carriers to take or transport such production, or be any other cause, whether of the kind specifically enumerated above or otherwise, which is not reasonably within control of Lessee, this lease shall not be liable for breach of any provision or implied covenants of this lease when drilling, production, or other operations are so prevented or delayed.

Lessor hereby warrants and agrees to defend the title to the lands herein described, and agrees that the lessee shall have the right at any time to redeem for lessor, by payment any mortgages, taxes or other liens on the above described lands, in the event of default of payment by lessor, and be subrogated to the rights of the holder thereof, and the undersigned lessors, for themselves and their heirs, successors and assigns, hereby surrender and release all right of dower and homestead in the premises described herein, in so far as said right of dower and homestead may in any way affect the purposes for which this lease is made, as recited herein.

Lessee, at its option, is hereby given the right and power to pool, unitize or combine the acreage covered by this lease or any portion thereof with other land, lease or leases in the immediate vicinity thereof, when in lessee's judgment it is necessary or advisable to do so in order to properly develop and operate said lease premises so as to promote the conservation of oil, gas or other minerals in and under and that may be produced from said premises, such pooling or unitization to be of tracts contiguous to one another and to be into a unit or units not exceeding 40 acres each in the event of an oil well, or into a unit or units not exceeding 640 acres each in the event of a gas well. Lessee shall execute in writing and record in the convergance records of the county in which the land herein leased is situated an instrument identifying and describing the pooled or unitized acreage. The entire acreage so pooled or unitized an to a tract or units had core age, it shall be treated, for all purposes except the payment of royalties on production from the pooled unit, as if it were included in this lease or not. In lieu of the royalties elsewhere herein specified, lessor shall receive on production from a unit so pooled only such portion of the royalty stipulated herein as the amount of his acreage placed in the unit or his royalty interest therein on an acreage basis bears to the total acreage so pooled or unitized in the particular unit involved.

This lease may be signed in any number or numbers of counterparts and shall be effective as to each Lessor on execution hereof as to his or her interest and shall be binding on those signing, notwithstanding some of the Lessors above named who may not have joined in the execution hereof. The word "Lessor" as used in this lease shall mean the party or parties who execute this lease as Lessor, although not named above.

Lessee shall have the exclusive right to explore the land herein described by geological, geophysical or other methods, whether similar to those herein specified or not and whether now known or not, including the drilling of holes, use of torsion balance, seismograph explosions, magnetometer, or other geophysical or geological instruments, tests or procedures, for the purpose of securing geological and geophysical information. All information obtained by Lessee as a result of such activity shall be the exclusive property of Lessee, and Lessee may disseminate or sell such information without Lessor's consent. Lessor and Lessee herein agree that a portion of the consideration paid herein is for advance payment of usual and customary damages associated with seismograph operations (ie: tire tracks in the wheat, pasture or field, road use, compaction etc.) If any extraordinary damages should occur, at Lessor's discretion, Lessor or its tenant (if Lessor has a tenant) will be compensated accordingly, or Lessee may elect to repair the damages in lieu of compensation.

SEE EXHIBIT "A" ATTACHED HERETO AND MADE A PART HEREOF FOR ADDITIONAL TERMS AND PROVISIONS.

IN WITNESS WHEREOF, the undersigned execute this instrument as of the day and year first above written.

CLARENCE TUZICKA

Fuzerka Share DORIS J. TUZICKA

' MAN CORY J. WAGNER Lamer JATIM D. WAGNER

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COUNTY OF <u>Rus</u> The foregoing instrumen Clarence	t was acknowledged before me this <u>8</u> d Tuzicka and Doris J. Tu	ay ofDecember2006_, zickaand
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by <u>COLY</u> U. M	agner and Jatim D. Wagne	ir
	October 6, 2008	CR
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	NOTARY PUBLIC - SCHOOL	Christopher R. Colvin
	NOTARY PUBLIC - State of Kar S CHRISTOPHER R. COL My Appt. Explose	-
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Attached to and made a part of that Certain Oil and Gas Lease dated December 8, 2006, by and between, CLARENCE TUZICKA, et ux, as Lessor, and SAMUEL GARY, JR. & ASSOCIATES, INC., as Lessee.

LESSORS NAMES AND ADDRESSES:

CLARENCE TUZICKA and DORIS J. TUZICKA, husband and wife, whose address is RR 1 Box 53, Otis, Kansas 67565;

CORY J. WAGNER and JATIM D. WAGNER, husband and wife, whose address is 684 W. Hwy. 4, Olmitz, Kansas 67564;

PROPERTY DESCRIPTION:

TOWNSHIP 16 SOUTH - RANGE 16 WEST

SECTION 23:

That certain tract or parcel of land estimated to contain <u>160.00</u> acres, more or less, and being described as the Southwest Quarter (SW/4) of Section 23, Township 16 South, Range 16 West, Rush County, Kansas.

It is the intention of this lease to cover and include any mineral interest which the Lessor may own in and to the above described tract, including streets, roads, canals, drainage ditches, rights of way or other servitudes, including, but not limited to, any reversionary interest which Lessor may acquire in the same, by prescription of nonuse.

ADDITIONAL TERMS AND PROVISIONS:

- 1. The provisions of this EXHIBIT "A" shall control and supersede the terms of the attached oil and gas lease when such terms conflict.
- 2. Lessee shall pay all damages, caused by Lessee's operations hereunder to crops, including grass, and restore as nearly as practical, said premises to the same conditions and contour as previously existed, upon termination of this lease.
- 3. Lessee agrees herein to bury all pipelines to a depth below ordinary plow depth, and in no case shall any such pipeline constructed herein be buried less than thirty-six (36) inches.
- 4. Lessee is hereby granted the option to extend the primary term of this lease for an additional two (2) years from the expiration of the original primary term. This option may be exercised by Lessee, in total, on or before the expiration date of lease by paying and delivering to Lessor at the above address, the sum of \$12 per acre covered by the lease. In the event Lessee exercises this option, Lessee must renew all acreage covered by this lease. Should this option be exercised as herein provided, it shall be considered for all purposes as though this lease originally provided for a term of five (5) years.
- 5. Lessor, Clarence Tuzicka and Doris J. Tuzicka, husband and wife, direct all Bonus, Royalty and Rental payments accruing under the terms of this lease to Cory J. Wagner and Jatim D. Wagner, husband and wife, and said payments to Cory J. Wagner and Jatim D. Wagner shall maintain this Oil, Gas and Mineral Lease in full force and effect, as though payments had been made to each individual Lessor.

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/

Mark Sievers, Chairman Ward Loyd, Commissioner Thomas E. Wright, Commissioner Sam Brownback, Governor

NOTICE TO OPERATORS FILING INTENT TO DRILL FOR DISPOSAL OR ENHANCED RECOVERY INJECTION WELLS, (CLASS II INJECTION WELL)

The attached approved Notice of Intent to Drill indicates the proposed well is to be used for injection. An approved "Intent to Drill" does not approve injection authority as a Class II Injection Well in Kansas.

Before any well is used for injection purposes, the operator must file an application for injection authority in accordance with K.A.R. 82-3-401 and provide notice in accordance with K.A.R. 82-3-402. The Conservation Division must issue a written permit granting the application before commencement of injection.

The Conservation Division requirements and restrictions associated with Class II Injection are identified in K.A.R. 82-3-400 et seq of our regulations. Associated regulations governing drilling,completion and injection applications may be found in K.A.R. 82-3-135, Table I, Table II, in the Cedar Hills Sandstone Moratorium, (Docket #156,397-C), and the Eastern Kansas Surface Casing Order, (Docket #133,891-C).

If you have questions regarding the approval of injection authority, an injection application may be filed as a "Design Approval" before actual drilling and completion of the well occurs. If you have any questions or concerns regarding Class II injection wells or regulations, call the Underground Injection Control Department at 316-337-6200.

Failure to obtain commission approval before beginning injection is punishable by a penalty, shut-in of the well or both.