For KCC Use:

Eff	e	ct	iv	е	Date:

District	#	

SGA?	Yes	No
SGAS	res	

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

NOTICE OF INTENT TO DRILL

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

Form KSONA-1, Certification of Compliance with the Kansas Surface Owner Notification Act, MUST be submitted with this form.

Expected Spud Date:	Spot Description:
month day year	(^{Q/Q/Q/Q)} 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 If OWWO: old well information as follows: Operator: Well Name:	Nearest Lease or unit boundary line (in footage): Ground Surface Elevation:
Original Completion Date: Original Total Depth:	Formation at Total Depth:
Directional, Deviated or Horizontal wellbore? Yes No If Yes, true vertical depth: Bottom Hole Location:	Water Source for Drilling Operations: Well Farm Pond Other: DWR Permit #: (Note: Apply for Permit with DWR)
KCC DKT #:	Will Cores be taken?
	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:

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



For KCC Use ONLY

API # 15 - ____

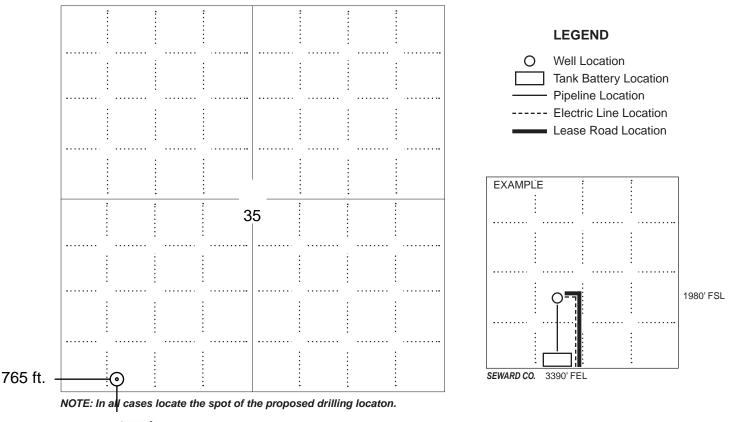
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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:	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.



175 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

Form CDP-1 May 2010 Form must be Typed

1137576

APPLICATION FOR SURFACE PIT

	Su	bmit in Duplicat	е		
Operator Name:			License Number:		
Operator Address:					
Contact Person:			Phone Number:		
Lease Name & Well No.:			Pit Location (QQQQ	!):	
Type of Pit: Emergency Pit Burn Pit Settling Pit Drilling Pit Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled)	Pit is: Proposed Existing If Existing, date constructed: Pit capacity: (bbls)		SecTwpR East West Feet from North / South Line of Section Feet from East / West Line of Section County		
Is the pit located in a Sensitive Ground Water A	rea? Yes	No	Chloride concentratio (For E	on: Emergency Pits and Settlin	mg/l ng Pits only)
Is the bottom below ground level?	Artificial Liner?		How is the pit lined if	a plastic liner is not us	sed?
Pit dimensions (all but working pits):Length (feet) Depth from ground level to deepest point:			Width (feet)		N/A: Steel Pits
If the pit is lined give a brief description of the lin material, thickness and installation procedure.	ner		dures for periodic main ncluding any special mo		ing
Distance to nearest water well within one-mile of pit:		Depth to shallov Source of inforr	west fresh water mation:	feet.	KDWR
Emergency, Settling and Burn Pits ONLY:	feet		over and Haul-Off Pits		
Producing Formation:		Type of material utilized in drilling/workover:			
Number of producing wells on lease:		Number of working pits to be utilized:			
Barrels of fluid produced daily:		Abandonment procedure:			
Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No		Drill pits must b	be closed within 365 day	ys of spud date.	
Submitted Electronically					

KCC OFFICE USE ONLY Liner Steel Pit RFAC RFAS Date Received: _ Permit Number: _ Permit Date: _ Lease Inspection: Yes No

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

OIL & GAS CONSE CERTIFICATION OF CO	ATION COMMISSION 1137576 ERVATION DIVISION Torm Must Be Typed Form Must be Signed All blanks must be Filled
T-1 (Request for Change of Operator Transfer of Injection of	Intent to Drill); CB-1 (Cathodic Protection Borehole Intent); r Surface Pit Permit); and CP-1 (Well Plugging Application). mpanying Form KSONA-1 will be returned. athodic Protection Borehole Intent) T-1 (Transfer) CP-1 (Plugging Application)
OPERATOR: License #	Well Location:
Surface Owner Information: Name: Address 1: Address 2: City:	When filing a Form T-1 involving multiple surface owners, attach an additional 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 county, and in the real estate property tax records of the county treasurer.

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:

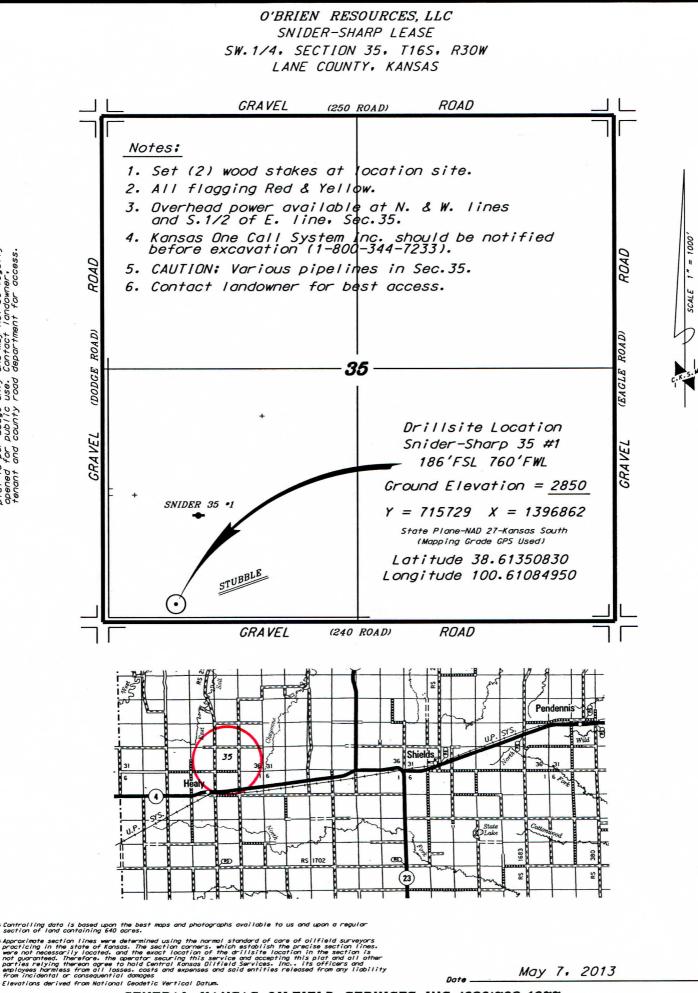
- I certify that, pursuant to the Kansas Surface Owner Notice Act (House Bill 2032), I have provided the following to the surface owner(s) of the land upon which the subject well is or will be located: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form CP-1 that I am filing in connection with this 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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downer. For access.

CENTRAL KANSAS OILFIELD SERVICES, INC. (620)792-1977

NUMERICAL DIRECT INDIRECT INDIRECT INDIRECT COMPUTER Narcelline Computer Marcelline Koch X Column Hoch Calvin Koch	$\begin{array}{c} \underline{\text{Southwest Quarter}}_{\text{accessions herein}} \underline{\text{Township}} \underline{\text{16S}}_{\text{accessions}} \underline{\text{Fange}}_{\text{accessions}} \underline{\text{Southwest Quarter}}_{\text{accessions}} \underline{\text{Township}} \underline{\text{16S}}_{\text{accessions}} \underline{\text{Fange}}_{\text{accessions}} \underline{\text{Southwest Quarter}}_{\text{accessions}} \underline{\text{Township}} \underline{\text{16S}}_{\text{accessions}} \underline{\text{Township}}_{\text{accessions}} \underline{\text{township}}_{\text{accessions}}} \underline{\text{township}}_{accession$	whose mailing address is <u>P. O. BOX 6</u> and <u>KANFX, L.C.</u> Lessor, in consideration of <u>C.S. C.</u> Lessor, in consideration of <u>C.S. C.</u> is here acknowledged and of the royalities herein provided of investigating, exploring by geophysical and other mean constituent products, injecting gas, water, other fluids, and and thing thereon to produce, save, take care of, treat, man products manufactured therefrom, and housing and otherw therein situated in County of <u>L.3.17</u>	FORM 88 - (PRODUCER'S SPECIAL) (PAID-UP) 63U (Rev. 1993) AGREEMENT, Made and entered into the by and between John A. Snider Marcelline Koch
o'hn A. Sn	PWest Quarter (SW/4)	8 Raymond, KS Wichita, KS Wichita, KS Michita, KS Michita, KS Michita, Molecent and of the agreements of the lease her and of the agreements of the lease her and of the agreements of the lease her in subsurface strata, laying pipe in air into subsurface strata, laying pipe in ufacture, process, store and transport si utacture, process, store and transport si utact	OIL AND GAS LEASE
TATE OF KANSAS his instrument w <u>9</u> day of <u>7</u> uly recorded in E uly <i>Bac</i> Regis	160 acres, more or less, and al this date (called "primary term"), and as long thereafter ith which said land is pooled. The equal one-eighth (%) part of all oil produced and saved e manufacture of any products therefrom, one-eighth (%) by lessee from such sales), for the gas sold, used off the by lessee from such sales), for the gas sold, used off the me and dispatch, and if oil or gas, or either of them, be a the term of years first mentioned. The lessee shall commence to drill a well within the term nee and dispatch, and if oil or gas, or either of them, be a the term of years first mentioned. The lessee shall commence for shall be paid to a the term of years first mentioned. The royalties shell be binding on the lesser. The lowed, the covenants hereof shall extend to their heirs. Howed, the covenants hereof shall extend to their heirs. Troyalties shall be binding on the lessee until after the whole or in part, lessee shall be relieved of all obligations or portions of the above described premises and thereby es or Regulations, and this lease shall not be terminated, whole or in part, lessee shall be relieved of all obligations or portion thereof with other land. Lass or lessers in the or facts contigious to or edeem for lessor, by payment avech failure is the result of, any such Law, Order, Rule or and describing the pooled acreage. The entire acreage so unit, as if it were included in this lease or lesses in the premises coal to the indiver thereof, and the under of the tax on tigous to one another and to be into a unit event of a gas well. Lassee shall execute in writing and describing the pooled acreage. The entire acreage so unit, as if it were included in this lease or not. In lieu of the troyalty stipulated herein as the amount of his acreage it involved.	hereinafter called Lessor (whether one or more), , hereinafter caller Lessee: , icases and lets exclusively unto lessee for the purpose oil, liquid hydroarbons, all gases, and their respective ks, power stations, telephone lines, and other structures ks, power stations, telephone lines, and other structures with any reversionary rights and after-acquired interest, with any reversionary rights and after-acquired interest, SAS	Reorder No. 09-115 February And Banan Ad

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EXHIBIT A

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agree 2) Re: as Or In its assigns agree to the following; ree with Lessor regarding the route (Restore the surface to its original practicable; 3) Paymall damage caused by said n the of ingress condition Consult leased and Or and egress; or as nearly | operations. and mutually premises,Lessee

In th tion tion becomes inecessary agree with Lessor rega the event production regarding н. 0 s established and tank battery installations is established and tank battery installation of said tank battery.

There shall be no disposing, burning, Or burying of gun barrel

tank premises battery ises in (connection Or other surface equipment placed on 1 with Lessees operations. the leased

pnemises, necessary than are n pnemises and keeps are proprevent In Lessee the keeps said roads properly shall es for eventLessee desires y and provided further that said necessary to permit passageway erly terraced with spreaderrdams erosion and washing of waters in be its authors, prove s operations, prove roads in a good state of roads in a good state of interpretent of the state of interpretent of the state of the s authorized to are o use existing roads of providing that Lessee permitted tted provided same t said new roads ar yeway of one-wav tr of in times new repair Or roads upon slopes and of on naintains condition. heavy are so as traffic the are the no leased rainfall. to wider leased and

There shal. any access shall road be no no oil roadssurfaces without the written or hardening of s consent of Lessor surfaces of

SIGNED FOR IDENTIFICATION:

Ma Ellin Ce 22 snj. ne Koch GEL mader the

Calvin Koch

Mar the grade of the first star but

STATE OF COUNTY OF The foregoing in by of corporation, on My commission	No My commission	STATE OF COUNTY OF The foregoing instrume	STATE OF Kan: COUNTY OF DACTA phe foregoing instrument was a by <u>John A. Sn</u> My commission expires <u>Kan</u> : COUNTY OF <u>Hill</u> My commission expires <u>Kan</u> : STATE OF <u>HILL</u> My commission expires <u>Kan</u> : STATE OF <u>HILL</u> My commission expires <u>Kan</u> : My commission expires <u>Kan</u> :
)F ng instrument , on behalf of sion expires	FROM Provide Address of the second se	F F F F F F F F F F F F F F F F F F F	STATE OF K COUNTY OF DALTA phe foregoing instrument w hy commission expires My commission expires STATE OF My commission expires My commission expires
was the c	ТО	t was acknow	$\begin{array}{c} \operatorname{Kansas}\\ \operatorname{Ransas}\\ Ra$
acknowledged before orporation.		was acknowledged before	befr befr
me this	Date	me this	
ACKNOWLE a	County	Nota ACKNOWLEDGMENT FOR INDIVIDUAL day of and	ACKNOWLEDGMENT FOR INDIVIDUAL Shider, a singl andman Shider, a singl andman Notar
ay of	STATE OF	OGMENT FC	of a a of of of of of
FOR CORPORATION	This instrument was filed for record on the	DR INDIVID	FOR INDIVIDUAL Februa Dgl andman Jami Jami Jami Jami Jami Jami Vick Notar Vick
RATION (Ks Notary Pu	at o-clockM., and duly recorded in Book Page of the records of this office.	Notary Public DUAL (KsOkCoNe)	(KsOk ary e B. e B. (KsOk (KsOk ie D
(KsOkCoNe)	Register of Deeds.	CoNe)	
	When recorded, return to		es <u>Bund 1011</u>

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SHARP STEPD FARMS, L.L.C.
IN WITNESS WHEREOF, the undersigned execute this instrument as of the day and year first above written. Witnesses:
(Subject to Terms and Conditions Exhibit ${}^{\mathbf{u}}{}_{\mathrm{A}}{}^{\mathbf{u}}$ attached herewith.)
Lessor hereby warrants and agrees to defend the title to the lands herein described, and agrees that the lesses shall have the right at any time to recover or any mortgages, taxes or other liens on the above described lands, in the event of default of payment by lessor, and the subrogated to the rights of the holder thereof, and the under an said right of dower and homestead in the premises described herein, in so far as said right of dower and heir heirs, successors and assigns, hereby surrender and relaxes all right of dower and homestead in the premises described herein, in so far as said right of other payments and heir heirs, successors and assigns, hereby surrender and relaxes all right of dower and homestead in the premises described herein. Lessee, at its option, is hereby given the right and power to pool or combine the acreage covered by this lease or any portion thereof with other land, lease or leases in the conservation of oil, gas or other minerals in and under and that may be produced from and powerly develop and operate said lease premises so as to promote the found on the 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 an all execute in writing and or units not exceeding 40 acres each in the event of a soil be treated, for all purposes except the payment of royalties on production from the pooled acresge. The encite and relaxes exceeding is a foron the pooled and as if it were included in this lease. If production is pooled into a tract or units hall be treated as if production is had from this lease, whether the well or wells be located on the premises covered by this lease or not. In lieu of the acreage is therein as the amount of his acreage is pooled only as a pooled and the amount of his acreage 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 in the unit or his royalty interest therein on an
nd remove anants he be bindi bessee sh , lessee sh he above he above he and th ne result o
as royardy One Johns (\$1.00) per year per ner innered act conservations. The proceeding paragraph. This lease may be maintained during the primary term hereof without further payment or drilling operations. If the lessee shall commence to drill a well within the term This lease may be maintained during the primary term hereof without further payment or drilling operations. If the lessee shall commence to drill a well within the term This lease may be maintained during the primary term hereof without further payment or drilling operations. If the lessee shall commence to drill a well within the term of this lease or any extension thereof, the lesses shall have the right to drill such well to completion with reasonable diligence and dispatch, and if oil or gas, or either of them, be found in paying quantities, this lease shall continue and be in force with like effect as if such well had been completed within the term of years first mentioned. If said lessor only in the proportion which lessor's interest bears to the whole and undivided fee simple estate therein, then the royalties herein provided for shall be paid the said lessor only in the proportion which lessor, gas, oil and water produced on said land for lessee's operation thereon, except water from the wells of lessor. 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. No woll shall he drilled nearer than 200 feet to the house or barn now on said premises without written consent of lessor.
 Subject to the provisions herein contained, this lease shall remain in force for a term of <u>LULC</u> <u>végars</u> from this date (called "primary term), and as one unconservation of the premises or other respective constituent products, or any of them, is produced from said land or land with which said land is pooled. In consideration of the premises the said lessee covenants and agrees: Ist. 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 (%) part of all oil produced and saved lessee for 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 (%). 2nd. To pay lessor for gas of whatsoever nature or kind produced and sold, or used off the proceeds received by lessee form such sales), for the gas sold used off the at the market price at the well, (but, as to gas sold by lessee, in no event more than one-eighth (%) of the producing gas only is not sold or used, lessee may pay or tender premises, or in the manufacture of products therefrom, said hereinder, and if such payments to be made monthly. Where gas from a well producing gas only is not sold or used, lessee may pay or tender premises, or in the manufacture of products therefrom, said hereinder, and if such payment or tender is made it will be considered that gas is being produced within the
Northwest Quarter $(NW/4)$ In Section 2 Township 175 Range 30W and containing 160 acres, more or less, and all accretions thereto.
Lessor, in consideration of
whose mailing address is <u>P. O. BOX 140, Healy, KS 67850</u> hereinafter called Lessor (whether one or more), and <u>KANEX, L.C., Wichita, KS 67214</u> , hereinafter caller Lessee:
Made and entered into the <u>15th</u> day of

S Gail E. Sharp, President 1 au

EXHIBIT "A"

leased premises for irrigated agricultural any of the provisions of this lease to the tions and restrictions shall annly. purposes the use 0f and notwithstanding , the following condithe surface of the

- drilling and reworking operations, including but not limited to the operations of the irrigation system installed or to be leased premises between February 15 and November 1 of any ver-without the prior written consent of the Lesson situate and install +-unit without the prior written consent of the Lessor. In the event a producing oil and or gas well is completed, Lessee agrees to situate and install the well head surface equipment, pumping unit, and related equipment for each well in such a manner so as not to interfere with the operation of said irrigation system, and Lessee further agrees that all tank batteries and other gathering and treating equipment will be situated in such a way in one of the extreme corners of the leased premises so that it will not interfere with the operation of the said irrigation system on the leased premises. any year with so as way to it
- N Lessee shall pay for damage caused by any and all Lessee's opera-tions on said land including but limited to growing crops and roadways. All the pits used in connection with drilling operations shall be filled in such manner so that all material connected with sid pits will not interfere in any way with normal farming opera-tions or the operation of the irrigation system installed or to be installed on the leased premises. Lessee agrees that the location used for said operations will be restored as nearly as possible to the original contour.
- ω and of designated by Lessor, request of Lessee, be easement request of Less sufficient for Lessor every sor reserves the right to designate the direction and location every road or roadway on the premises, and no road, roadway or ement shall be constructed, layed or in any manner layed to from any well location or drill site except as may be so ignated by Lessor, provided only that such road shall, upon the lest of Lessee, be so designated and the width thereof shall be normal operations, within ten (10)days.
- 4. All pipelines which shall be constructed under this buried to a depth of thirty-six (36) inches and so interfere with farming operations. layed lease as shall not be to
- 5. The Lessor re of ingress an with surface reserves th and egress ce farming o the operations. so right o as t 0 to minimize in interference allroutes

S IGNED FOR IDENTIFICATION:

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STATE OF COUNTY OF The foregoing instrument bySbary corporation, on behalf of My commission expires		NO OIL AND GAS LEASE FROM	My commission expire	STATE OF COUNTY OF The foregoing instrum	My commission expires	STATE OF COUNTY OF The toregoing instrument by	My commission expires	STATE OF COUNTY OF The foregoing instrument by	My commission expire	STATE OF COUNTY OF The foregoing instrument by
Lansas Lane was acknowledged before Gail E. Charp. .sced Parms, L. the corporation. Luguot 27, 201		TO 	ž	instrument was acknowledged before me	S.	was acknowledged before	S.	ent was acknowledged before me this	x	ent was acknowledged before me this
ACKNOWLEDGMENT FOR CORPORATION (KsOkCoNe) me this /7/ th day of	NUMERICAL DIRECT INDIRECT COMPORIS COMA	Section Twp Rge No. of Acres Term County STATE OF Karozas County	Notary Public	ACKNOWLEDGMENT FOR INDIVIDUAL (KsOkCoNe)	Notary Public	MCKNOWLEDGMENT FOR INDIVIDUAL (KsOkCoNe)	Notary Public	ACKNOWLEDGMENT FOR INDIVIDUAL (KsOkCoNe) re this day of and	Notary Public	ACKNOWLEDGMENT FOR INDIVIDUAL (KsOkCoNe)

OIL AND GAS LEASE YELD the age 15th age YELD the age YELD THERE YELD THERE YELD THERE 11th age YELD THERE YELD THERE YELD THERE YELD THERE 11th age YELD THERE YE	(Bey 1993)	oil AND GAS LEASE	Betty Sharp, a single w	co introvod posd. Colorado Springs, CO 80910	<u>ood Read, Colorado springs, sv</u> hereinanter C., Wichita, KS 67214	here here and No/100 Dollars (5 1.00) in hand p	Lessor, in consideration of	here acknowledged and of the royalites herein provided and of the agreements of the tessee neuron constructions of the organing for and producing oil, liquid hydrocarbons, all gases, for investigating, exploring by geophysical and other means, prospecting drilling, mining and operating for and producing tanks, power stations, telephone lines, sorting oil, building tanks, power stations, telephone lines, sorting oil, building tanks, power stations, telephone lines, sorting oil, building tanks, power stations, telephone lines, or things thereon to produce, save, take care of, treat, manufacture, process, store and transport said oil, liquid hydrocarbona y rights and affind things thereon to produce, save, take care of, treat, manufacture, process, store and transport said oil, liquid hydrocarbona y rights and affind the substruction to produce, save, take care of, treat, manufacture, process, store and transport said oil, liquid hydrocarbona y rights and affind the same stations of the treat	rerein situated in County of	t Quarter		75 Range 30W and containing
--	------------	-------------------	-------------------------	--	--	--	-----------------------------	--	------------------------------	-----------	--	-----------------------------

IN WITNESS WHEREOF, the undersigned execute this instrument as of the day and year first above written. Witnesses: No. 12 N

My Comm. E	STATE OF COLORADO ACK COUNTY OF 61 Final ACK The foregoing instrument was acknowledged before me this by ACK by 20140 Final ACK of 61 Final ACK corporation, on behalf of the corporation. BETTY My commission expires 210 ACK	2	No. OIL AND GAS LEASE FROM TO Date Section Twp. Rge. No. of Acres Term	My commission expires	STATE OF AC COUNTY OF AC The foregoing instrument was acknowledged before me this by	STATE OF AC COUNTY OF AC The toregoing instrument was acknowledged before me this by My commission expires	My commission expires	SUBSCRIBED AND SWORN BEFORE ME THIS // STATE OF DAY OF	My commission expires 3.10.13	STATE OF <u>Gelorado</u> AC COUNTY OF <u>Bl Paso</u> AC The foregoing instrument was acknowledged before me this Betty Sharp, a single
	ACKNOWLEDGMENT FOR CORPORATION (KsOkCoNe)	NUMERICAL DIRECT INDIRECT COMP ORIG. COMPUTER	County	Notary Public	(s(ACKNOWLEDGMENT FOR INDIVIDUAL (KsOkCoNe)	Wotary Fuolic	CKNOWLEDGMENT FOR INDIVIDUAL (KsoBETHV-ANN day of and MICHOPOULOS	Anthep Query Publicom	ACKNOWLEDGMENT FOR INDIVIDUAL (KsokCoNe)

FORM

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(PRODUCER'S SPECIAL) (PAID-UP)

63U (Rev. 1993)

Reorder No. 09-115



5th AND GAS F ASE

PO

bruary

2011

by and between AGREEMENT, Made and entered into the Brenda Jean Sharp, 33 day 53 LJ• of 30 Ч Ф woman A/K/ 1 3P nda Sharp

and whose mailing address 5 KANEX, 5 0 Lakewood Le 12 . W1 Lais 0 13 0 12 0 10 2 1-1 0 0 5 <u>do</u> 114 1 13 1. ngs 00 8091(hereinafter 0 called Le (whether fter one caller Lessee OF. more),

Northwest Quarter (NW/1+)

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Subject to the provisions herein contained, this lease shall remain in force for a term of $\underline{THree}(\underline{\Im}_{eens}$ 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 with which said land is pooled. 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 (%) part of all oil produced and saved from the leased premises. 2nd. To pay lessor for 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 (%) at the market price at the well, (but, as to gas sold by lessee, in no event more than one-eighth (%) of the proceeds received by lessee for such sales), for the gas sold, used off the as royalty One Dollar (\$1.00) per year per net mineral acre retained hereunder, and if such payment or tender is made it will be considered that gas is being produced within the meaning of the preceding paragraph. The lease

This lease may be maintained during the primary term hereof without further payment or drilling operations. If the lessee shall commence to drill a well within the term of this lease or any extension thereof, the lessee shall have the right to drill such well to completion with reasonable diligence and dispatch, and if oil or gas, or either of them, be for the said lessor only in the proportion which lessor's interest hears 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.
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 have the right a any time to remove all machinery and fixtures placed on said land.
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Lessee shall have the right any time to ransform any time to remove all machinery and fixtures placed on said land.
Lessee shall bave the right any essigns, 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 until after the saigned portion or portions arising subsequent to the date of assignment.
Lessee has been furnished with a write reassigned or lassignment or a true copy ther

Lessee may at any time execute and deliver to lessor or place of record a release covering any portion or portions of the above described premises and thereby surrender this lease as to such portion 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.

Lessor hereby warrants and agrees to defend the tille to the lands herein described, and agrees that the lesses 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 under-signed lessore, 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. 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 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 all purposes acresp the land herein lease is situated an instrument identifying and describing the pooled acrespe. The entire acreage so record in the conveyance records of the county in which the land herein lease is situated an instrument identifying and describing the pooled acrespe. The entire acreage so pooled into a tract or unit 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 found on the pooled acrespe, it shall be treated as if production is had from this lease, whether the well or wells be located on the premises covered by this lease or not. In lieu of the cound on the pooled acrespe, it shall be treated therein on an acreage basis bears to the total acreage so pooled only such portion of the provided in this arenege royalties elsewhere herein specified, lessor

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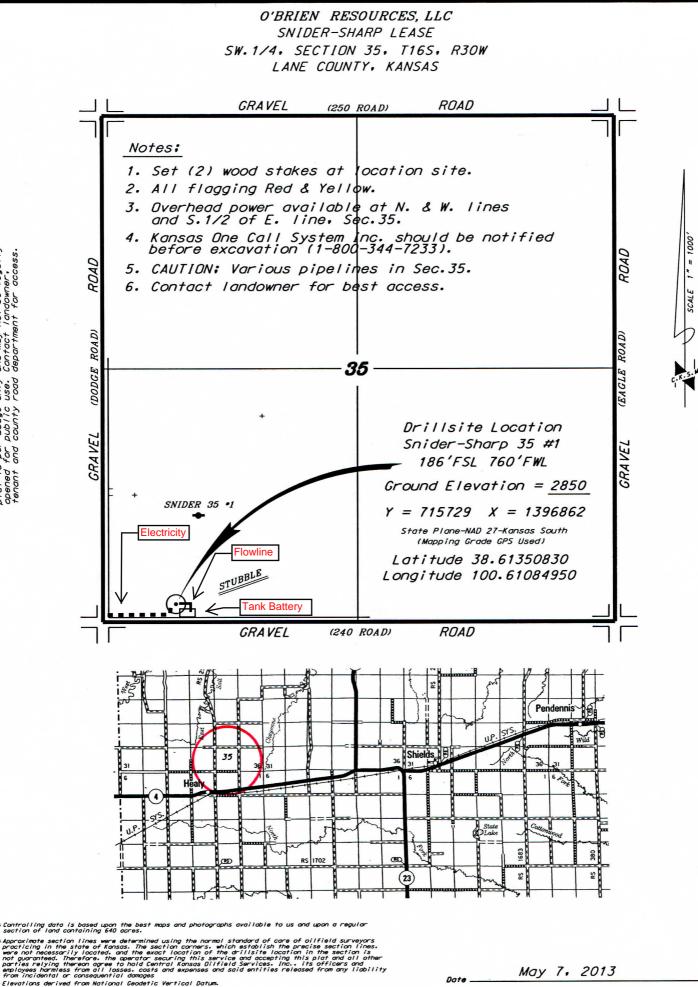
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CENTRAL KANSAS OILFIELD SERVICES, INC. (620)792-1977

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 Thomas E. Wright, Commissioner Shari Feist Albrecht, Commissioner Sam Brownback, Governor

June 11, 2013

Heather Haynes O'Brien Resources, LLC PO BOX 6149 SHREVEPORT, LA 71136

Re: Drilling Pit Application Snider-Sharp 35 1 SW/4 Sec.35-16S-30W Lane County, Kansas

Dear Heather Haynes:

District staff has inspected the above referenced location and has determined that the reserve pit shall be constructed **without slots**, 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 within 96 hours of completion of drilling operations.

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) 225-8888 when the fluids have been removed. Please file form CDP-5 (August 2008), Exploration and Production Waste Transfer, through KOLAR within 30 days of fluid removal.

A copy of this letter should be posted in the doghouse along with the approved Intent to Drill. If you have any questions or concerns please feel free to contact the District Office at (620) 225-8888.