

Pro-Stake LLC

Oil Field & Construction Site Staking

P.O. Box 2324

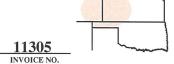
Garden City, Kansas 67846 Office/Fax: (620) 276-6159 Cell: (620) 272-1499

burt@pro-stakellc.kscoxmail.com

16s

Twp.

24w



Palomino Petroleum, Inc.

#1 Kraus-Hinz

LEASE NAME

COUNTY 1" = 1000SCALE: Nov. 15th, 2013 DATE:

Drew H. DRAWN BY: .

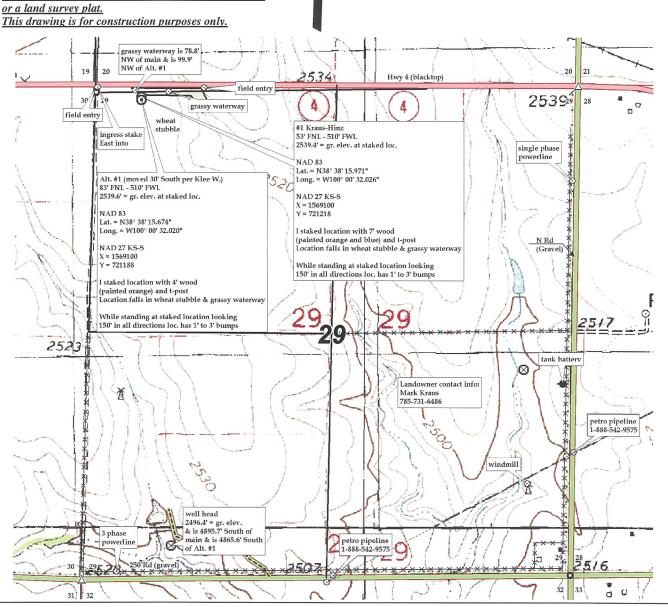
Ness County, KS

Ben R. MEASURED BY: Klee W. AUTHORIZED BY:_ This drawing does not constitute a monumented survey

Main = 53' FNL - 510' FWL gr. elev. = 2539.4' Alt. #1 = 83' FNL -510' FWL gr. elev. = 2539.6'

Directions: From the SW side of Ransom, Ks at the intersection of Kansas Ave. & Hwy 4 - Now go 4 mile West on Hwy 4 to the NW corner of section 29-16s-24w & ingress stake East into - Now go approx. 510' East through wheat stubble into main staked location.

Final ingress must be verified with landowner or Operator.





Pro-Stake LLC

Oil Field & Construction Site Staking

P.O. Box 2324 Garden City, Kansas 67846 Office/Fax: (620) 276-6159

Cell: (620) 272-1499 burt@pro-stakellc.kscoxmail.com 11305 INVOICE NO.



351624 PLAT NO.

Palomino Petroleum, Inc.

OPERATOR

#1 Kraus-Hinz

LEASE NAME

Ness County, KS

29 16s 24w Sec. Twp. Rng.

Main = 53' FNL - 510' FWL gr. elev. = 2539.4' Alt. #1 = 83' FNL - 510' FWL gr. elev. = 2539.6'

SCALE: 1" = 1000'

DATE: Nov. 15th, 2013

MEASURED BY: Ben R.

Drew H.

AUTHORIZED BY: Klee W.

Directions: From the SW side of Ransom, Ks at the intersection of Kansas Ave. & Hwy 4 – Now go 4 mile West on Hwy 4 to the NW corner of section 29-16s-24w & ingress stake East into – Now go approx. 510' East through wheat stubble into main staked location.

Final ingress must be verified with landowner or Operator.

This drawing does not constitute a monumented survey or a land survey plat.

This drawing is for construction purposes only. grassy waterway is 78.8' NW of main & is 99.9' NW of Alt. #1 Lease Road 19 Hwy 4 (blacktop) field entry Tank Battery 30 29 grassy waterway field entry Flow Lin wheat #1 Kraus-Hinz 53' FNL - 510' FWL 2539.4' = gr. elev. at staked loc. ingress stal East into single phase Lat. = N38° 38' 15.971" Long. = W100° 00' 32.026" Alt. #1 (moved 30' South per Klee W.) 83' FNL - 510' FWL 2539.6' = gr NAD 27 KS-S X = 1569100Y = 721218NAD 83 Lat. = N38 38' 15.674" I staked location with 7' wood (painted orange and blue) and t-post Location falls in wheat stubble & grassy waterway Long. = W 00° 00' 32.020" N Rd NAD 27 K X = 156910Y = 72118While standing at staked location looking 150' in all directions loc. has 1' to 3' bumps I staked location with 4' wood range) and t-post alls in wheat stubble & grassy waterway While standing at staked location looking 150' in al_directions loc. has 1' to 3' bumps tank battery ⊗ Landowner contact info: Mark Kraus 785-731-6486 petro pipeline 1-888-542-9575 windmill well head 2496.4' = gr. elev. & is 4895.7' South of 3 ph main & is 4865.6' South rline 32 32 31

State of Kansas - Ness County
Book: 337 Page: 164
Receipt **. 7556 Recording Fee: \$12.00
Cashier Initials: MH

Date Recorded: 1/3/2011 11:40:00 AM

Form 88 — (Producer's Special) (PAID-UP)

Vicky S. Auman Living Trust dated 12/19/02



Reorder No. Kansas Blue Print

63U (Rev. 1993)	OIL AND	GAS LEASE	09-115	700 S. Broadway PO Box 7 Wichita, KS 67201-0793 316-264-9344-264-5165 fa www.kbp.com - kbp@kbp.co
ACREMANIA AS 1	Octob	er		
AGREEMENT, Made and entered into the Vicky S. Auman and William	day.of		Trust dated 12/10	(02
and octiveen		The French Co. French Co.	Trust dated 12/19/	102
1000.14				
ose mailing address is 1330 MacArthur Hay a Palomino Petroleum, Inc.	s, KS 67601		hereinafter cal	led Lessor (whether one or mor
				, hereinatter caller Less
Lessor, in consideration of One and More ere acknowledged and of the royalties herein provided investigating, exploring by geophysical and other meastituent products, injecting gas, water, other fluids, and Ithings thereon to produce, save, take care of, treat, mar ducts manufactured therefrom, and housing and other rein situated in County of Ness	Township 16 S	Ing pipe lines, storing oil, building an insponsible oil, liquid hydrocarbons, the following described land, together state of Kansas South, Range 24 Wes	iks, power stations, tele gases and their respective with any reversionary to) in hand paid receipt of whitely unto lessee for the purpo s, all gases, and their respecti phone lines, and other structure we constituent products and other
	Section 29: N\	N/4; SE/4		
Section, Township	Range	and containing		acres, more or less, and
retions thereto. Subject to the provisions herein contained, this less il, liquid hydrocarbons, gas or other respective constitt in consideration of the premises the said lessee could be to the contained the con	venants and agrees:			
n the leased premises.				
2nd. To pay lessor for gas of whatsoever nature he market price at the well, (but, as to gas sold by less nises, or in the manufacture of products therefrom, as oyalty One Dallar (\$1.00) per year per net mineral at ning of the preceding paragraph.	see, in no event more than o id payments to be made mor	ne-eighth (%) of the proceeds received athly. Where gas from a well producin	g gas only is not sold o	ies), for the gas sold, used on t or used, lessee may pay or tend
This lease may be maintained during the primar. The lease or any extension thereof, the lease shall haven in paying quantities, this lease shall continue and be for a lease of the lease o	ve the right to drill such well se in force with like effect as i escribed land than the entire st bears to the whole and unc	to completion with reasonable diliget if such well had been completed within e and undivided fee simple satate ther divided fee.	nce and dispatch, and in the term of years first rein, then the royalties in the royalties	t oil or gas, or either of them, mentioned. herein provided for shall be pa
When requested by lessor, lessee shall bury lessee's	a pipe lines below plow depth			
No well shall be drilled nearer than 200 feet to the Lessee shall pay for damages caused by lessee's or			eor.	
Leasee shall have the right at any time to remove. If the estate of either party hereto is assigned, suctors, administrators, successors or assigns, but no see has been furnished with a written transfer or assign respect to the assigned portion or portions arising sulf.	all machinery and fixtures pl and the privilege of assignir change in the ownership of nment or a true copy thereof	laced on said premises, including the r ng in whole or in part is expressly al the land or assignment of rentals or In case lessee assigns this lease, in w	lowed, the covenants h	ereof shall extend to their hei
League may at any time execute and deliver to le ender this lease as to such portion or portions and be r	saor or place of record a rele	ease or releases covering any portion	or portions of the above	e described premises and there
All express or implied covenants of this lease shathole or in part, nor lessee held liable in damages, for slution.	Il be subject to all Federal an failure to comply therewith,	nd State Laws, Executive Orders, Rule if compliance is prevented by, or if so	ich failure is the result	or, any such Law, Orner, time
Lessor hereby warrants and agrees to defend the timortgages, takes or other liens on the above describe delessors, for themselves and their heirs, successors aid right of dower and homestead may in any way affe	d lands, in the event of defa- and assigns, hereby surrence ect the purposes for which thi	ult of payment by lessor, and be suorder and release all right of dower and is lease is made, as recited herein.	homestead in the pres	mises described herein, in so
Leasee, at its option, is hereby given the right and nediate vicinity thereof, when in leasee's judgment it servation of oil, gas or other minerals in and under a units not exceeding 40 acres such in the event of an oir din the conveyance records of the county in which led into a tract or unit shall be treated, for all purpose do not he pooled acreage, it shall be treated as if produlties cleawhere herein specified, leason shall receive edd in the unit or his royalty interest therein on an acre	d power to pool or combine the combine the common or advisable, and that may be produced from the land herein leased in the land herein leased in the land herein leased in the land herein the lease of the payment of roy cltion is had from this lease, on production from a unit	he acreage covered by this lease or ar to do so in order to properly develop mr said premises, such pooling to be or s not exceeding 640 acres each in the situated an instrument identifying ar raties on production from the pooled whether the well or wello be located o so pooled only such portion of the:	fracts contiguous to of event of a gas well. Let describing the poole unit, as if it were includent the premises covered a cov	special and to be into a uses another and to be into a uses see shell execute in writing a d acreage. The entire acreage ded in this lease or not. In lieu of the thin lease or not. In lieu of the thing lease or not. In lieu of the thing lease or not.
is lease is comprised of two (2) separate				
wnship 16 South, Range 24 West act 1) NW/4 Section 29 act 2) SE/4 Section 29				
is lease shall be considered for all purpo	ses a separate lease	on each tract.		
s understood and agreed that all monies ent for all Lessors.	payable under the ter	rms of this lease shall be pai	d to BVL Enterpri	ses,
				tes y
IN WITNESS WHEREOF, the undersigned execut	e this instrument as of the d	ay and year first above written.	_	
nusaen:		1210 N	1 (Z	
cky S. Auman, Trustee		William J. Auman, Trils	tee	
,		· 11		

Vicky S. Auman Living Trust dated 12/19/02

18 m

Form 88 - (PRODUCER'S SPECIAL) (PAID-UP)

Reorder No. 09-115 Kansas Blue Print 700 S. Broadway PO Box 703 Wichita, KS 67201-0793

63U (Rev. 1993)	OIL AND GAS L	EASE "	-110 P	316-264-9344-264-5165 fax www.kbp.com · kbp@kbp.com
AGREEMENT, Made and entered into the	day of			2010
Rosemary Hinz and Benferd J. H		ry Hinz Revocable Trust	dated 3-6-00	
	the transfer of the same of th			
4026 North Konga Bood	Nouton VS 67114			
4926 North Kansas Road Palomino Petroleum, Inc.	Newton, No 67 114	h	nercinafter called Lesso	r (whether one or more),
d Talomino i entireum, me.		-		
One and More		Pallan /s One (\$1		ereinafter caller Lessee:
Lessor, in consideration of One and More here acknowledged and of the royalties herein provided and investigating, exploring by geophysical and other means, in stituent products, injecting gas, water, other fluids, and it dillings thereon to produce, save, take care of, treat, manufaceducts manufactured therefrom, and housing and otherwise or the situated in County of Ness	into subsurface strata, laying pipe lines	thing for an producing on, inqui- , storing oil, building tanks, power- oil, liquid hydrocarbons, gases and described land, together with any	r stations, telephone lin their respective constit reversionary rights and	es, and other structures uent products and other
	ship 16 South, Range n 20: SW/4	<u>24 West</u>		
	Range	160	ac	res, more or less, and all
Section, Township				
		from said land or land with which	said land is pooled.	,,
In consideration of the premises the said lessee covena lst. To deliver to the credit of lessor, free of cost, in t	ints and agrees: the pipe line to which lessee may conn	ect wells on said land, the equal o	ne-eighth (¼) part of al	oil produced and saved
mm the leased premises. 2nd. To pay leasor for gas of whatsoever nature or ke the market price at the well, (but, as to gas sold by leasee, emisea, or in the manufacture of products therefrom, said progalty of the products therefrom, said progalty of the products therefrom, said progalty of the preceding paragraph. This lease may be maintained during the primary te this lease and lease may be maintained during the primary te this lease or any extension thereof, the leases of the said leasor only in the proportion which leasor's interest be caid leasor only in the proportion which leasor's interest of each leasor only in the proportion which leasor's interest be caid leasor only in the proportion which leasor's interest by the proportion of the propor	ind produced and sold, or used off the in no event more than one-eighth (%) ayments to be made monthly. Where estained hereunder, and if such paymer mereof without further payment one right to drill such well to completio force with like effect as if such well hibed land than the entire and undiviceurs to the whole and undivided fee. and water produced on said land for lee lines below plow depth. see or barn now on said premises with tions to growing crops on said land. The seed of all obligations as to the acreage of subject to all Federal and State Lawlure to comply therewith, if compliance to the lands are the event of default of paymed assigns, hereby aurrender and greated in the seed of all obligations are to the acreage of the seed of the purposes for which this lesses is mentally in the seed of the purposes for which this lesses is mover to pool or combine the acreage of necessary or advisable to do as in that may be produced from said premell, or into a unit or units not exceedite land herein leased is situated an it early the payment leased is situated an it except the payment of royalties on progress of the purpose for head of the seed of the seed of the land herein leased is situated an it except the payment of royalties on progress of the purpose of the payment of royalties on progress of the form this lease, whether the	e premisea, or used in the manufa- of the proceeds received by lessee gas from a well producing gas on ent or tender is made it will be co r drilling operations. If the lessee in with reasonable diligence and c ad been completed within the term led fee simple estate therein, then essee's operation thereon, except v out written consent of lessor. premises, including the right to d or in part is expressly allowed, the assignment of rontals or royaltie es assigns this lessee, in whole or i esservented to be a surrendered. It is a surrendered. It is a surrendered. It is a surrendered by, or if such failu esset that the lessee shall have the in the ylessor, and be subrogated to esse all right of dower and homest dee, as recited herein. Overed by this lesse or any portior over the pooled unit, as well or wells be located on the private or provalty of	cture of any products the from such assiss), for the second of the secon	herefrom, one-eighth (%), he gas sold, used off the essee may pay or tender ing produced within the la well within the term as, or either of them, be ad. I a well within the term as, or either of them, be ad. I a well within the term as, or either of them, be ad. I woulded for shall be paid lessor. I all extend to their heirs, he lessee until after the eileved of all obligations ed premises and thereby shall not be terminated, nuch Law, Order, Rule or me for lessor, by payment or thereof, and the underscribed herein, in so far the rand to be into a unit ll execute in writing and the trans or the into a voil lessee. If production is ensee or not. In lieu of the ensee or not. In lieu of the ensee or not. In lieu of the
Se	ee attached Addendum		PHARAMOON TO BE	OF DESOS
			S. C. C. C.	
IN WATNESS WHEREOF the undersigned execute the	his instrument as of the day and year	first above written.	o constant of the constant of	
IN-WITNESS WHEREOF, the undersigned execute the	his instrument as of the day and year	first above written.		

Date Recorded: 1/20/2011 9:55:00 AM

Recorded at request

FORM 88 - (PRODUCER'S SPECIAL) (PAID-UP)

Kansas Blue Print

COLL (7 1002)			Reorder No. 09-115	700 S. Broadway PO Box 793 Wichita, KS 87201-0793
63U (Rev. 1993)	OIL AND GAS	LEASE	(310-284-9344-264-5165 fax www.kbp.com - kbp@kbp.com
AGREEMENT, Made and entered into the	day of			2010
Beverly A. Grant and Kenneth Gra				
y and between				
, , 2889 San Pasqual Street	Pasadena, CA 91107		hereinafter ca	alled Lessor (whether one or more),
Palomino Petroleum, Inc.				
and Talentino February, Medical Control of the Cont				, hereinafter caller Lessee:
Lessor, in consideration of One and More is here acknowledged and of the royalites herein provided and of the royalites herein provided and if investigating, exploring by geophysical and other means, pronstituent products, injecting gas, water, other fluids, and at it ind things thereon to produce, save, take care of, treat, manufactoroducts manufactured therefrom, and housing and otherwise cherein situated in County of Ness	rospecting diffiling, mining and on the subsurface strata, laying pipe I ture, process, store and transport s rating for its employees, the follow	rein contained, hereby grants perating for and producing s lines, storing oil, building tan	iks, power stations, tel) in hand paid, receipt of which usively unto lessee for the purpose one, all gases, and their respective lephone lines, and other structures they constituent products and other
_		0.4334 /		
	hip 16 South, Rang	ge 24 VVest		
Section	n 20: SW/4			
			100	
n Section Township	Range	and containing	160	acres, more or less, and all
scretions thereto. Subject to the provisions herein contained, this lease st		3(three) years from	this date (called "prin	mary term"), and as long thereafter
ns oil, liquid hydrocarbons, gas or other respective constituent	products, or any of them, is produ	iced from said land of land in		
let. To deliver to the credit of lessor, free of cost, in t	the pipe line to which lessee may o			
	ayments to be made monthly. Whe ctained hereunder, and if such pro-	nere gas from a well producir ayment or tender is made it	ng gas only is not sole will be considered the	d or used, lessee may pay or tender at gas is being produced within the
meaning of the preceding paragraph. This lease may be maintained during the primary ten of this lease or any extension thereof, the lease shall have the found in paying quantities, this lease shall continue and be in If said leason owns a leas interest in the above descri	fe right to drift such well to comp	all had been completed within	n the term of years fir	st mentioned.
If said lessor owns a less interest in the above deach the said lessor only in the proportion which lessor's interest be Lessee shall have the right to use, free of cost, gas, oil				
When requested by lessor, lessee shall bury lessee's pig	pe lines below plow depth.			
No well shall be drilled nearer than 200 feet to the hou	sse or barn now on said premises	without written consent of le	ssor.	
Lessee shall pay for damages caused by lessee's operated by Lessee shall have the right at any time to remove all n	l. in annual Enterno placed on	anid premises including the	right to draw and ren	nove casing.
If the estate of either party hereto is assigned, and executors, administrators, successors or assigns, but no char lessee has been furnished with a written transfer or assignme	the privilege of assigning in wh nge in the ownership of the land ent or a true copy thereof. In case	d or assignment of rentals of lease, in	or royalties shall be b whole or in part, lesse	sinding on the leasee until after the se shall be relieved of all obligations
with respect to the assigned portion or portions arising subseq Lessee may at any time execute and deliver to lessor	ar place of record a release at the	eleases covering any portion	or portions of the ab	ove described premises and thereby
surrender this lease as to such portion or portions and be relie-	ved of all confeations as to the se-	P.	les es Degulations an	d this lesse shall not be terminated.
in whole or in part, nor lessee held hable in damages, for fan Regulation.	ture to comply therewith, it comp			ing to redeem for lessor, by payment
Regulation. Leasor hereby warrants and agrees to defend the title any mortgages, taxes or other liens on the above described in signed leasors, for themselves and their heirs, successors and said right of dower and homestead may in any way affect to the said right of dower and homestead may in any way affect to the said right of the	d assigns, hereby surrender and	release all right of dower as	nd homestead in the	premises described herein, in 86 far
as said right of dower and nomestead may in any way ancer. Lessee, at its option, is hereby given the right and position in lessee's judgment it is a support of oil age, or other minerals in and under and	ower to pool or combine the acrea necessary or advisable to do so that may be produced from said	ige covered by this lease or a in order to properly develo premises, such pooling to be	any portion thereof wi op and operate said le of tracts contiguous	ith other land, lease or leases in the ease premises so as to promote the to one another and to be into a unit
conservation of mile of a circ such in the event of an oil we record in the conveyance records of the county in which the pooled into a tract or unit shall be treated, for all purposes found on the pooled acreage, it shall be treated for all purposes royalties elsewhere herein specified, lessor shall receive on placed in the unit or his royalty interest therein on an acreage	se land herein leased is situated except the payment of royalties of on is had from this lease, whether	an instrument identifying a n production from the pooled r the well or wells be located led only such portion of the	and describing the po d unit, as if it were in on the premises cover a royalty stipulated h	cluded in this lease. If production is
See attached Addendum				

IN WITNESS WHEREOF, the undersigned execute this instrument as of the day and year first above written.
Witnesses: Kenneth Grant Beverly A. Grant