

DECLARATION OF UNITIZATION

**STATE OF KANSAS
COUNTY OF OSBORNE**

WHEREAS, Bruce Oil Company, LLC., is the operator of the following described Oil and Gas Leases, to wit:

Oil and Gas Lease dated November 16, 2009 from Roger G. Schultze and Levetta J. Schultze as Trustees of the Roger G. Schultze Trust Number One (1) under agreement dated September 8, 1998, $\frac{3}{4}$ undivided interest, and Kendall Schultze and Tamela L. Schultze husband and wife, $\frac{1}{4}$ undivided interest, as Lessors, to Bruce Oil Company, L.L.C., as Lessee, recorded in Book M72, page 132, in the office of the Register of Deeds in Osborne County, Kansas, and covering the following described land:

The North Half (N/2) except a tract, as described on the deed: a portion of the Northeast Quarter (NE/4) of Section Twenty-Five (25), Township Eight (8) South, Range Fourteen (14) West of the Sixth (6th) P.M., Osborne County Kansas lying North and East of the existing Township Road, containing 6.9 acres more or less.

Oil and Gas Lease dated August 5, 2009, from Alice La Rosh, Kathy Shike, and Michael D. La Rosh, as Trustees or their successors, of the Max La Rosh Family Trust created pursuant to Article IV of the Max La Rosh Trust under agreement dated January 29, 1985; and Alice La Rosh, Michael D. La Rosh, and Kathy Shike, as Trustees of the Alice La Rosh Trust under agreement dated January 29, 1985, as Lessors, to Bruce Oil Company, LLC., as Lessee, recorded in Book M72, page 103, in the office of the Register of Deeds in Osborne County, Kansas, and covering the following described land:

The East Half (E/2) of the Southwest Quarter (SW/4) and the West Half (W/2) of the Southeast Quarter (SE/4) of Section Twenty-four (24), Township Eight (8) South, Range Fourteen (14) West, Osborne County, Kansas.

Oil and Gas Lease dated March 22, 2010, from Alice La Rosh, Kathy Shike, and Michael D. La Rosh, as Trustees or their successors, of the Max La Rosh Family Trust created pursuant to Article IV of the Max La Rosh Trust under agreement dated January 29, 1985; and Alice La Rosh, Michael D. La Rosh, and Kathy Shike, as Trustees of the Alice La Rosh Trust under agreement dated January 29, 1985, as Lessors, to Bruce Oil Company, LLC., as Lessee, recorded in Book M72, page 184 in the office of the Register of Deeds in Osborne County, Kansas, and covering the following described land:

The West Half (W/2) of the Southwest Quarter (SW/4) of Section Twenty-four (24), Township Eight (8) South, Range Fourteen (14) West, Osborne County, Kansas.

WHEREAS, said Oil and Gas Leases contain the following pooling provision, to-wit:

“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 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 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 forty (40) acres each in the event of an oil well.....”

WHEREAS, the undersigned intends to pool the acreage covered by the above described Oil and Gas Leases to form a unit consisting of 10 acres and being described as follows:

Said unit including a tract 430 feet north to south by 660 feet east to west in the Northwest Quarter (NW/4) of 25-8s-14w; and a tract 430 feet north to south by 660 feet east to west in the Southwest Quarter (SW/4) of 24-8s-14w; a 26 acre tract, the center of which is 1220 feet from the West line and 0 feet from the North line of the Northwest Quarter (NW/4) of 25-8s-14w, Osborne County, Kansas.

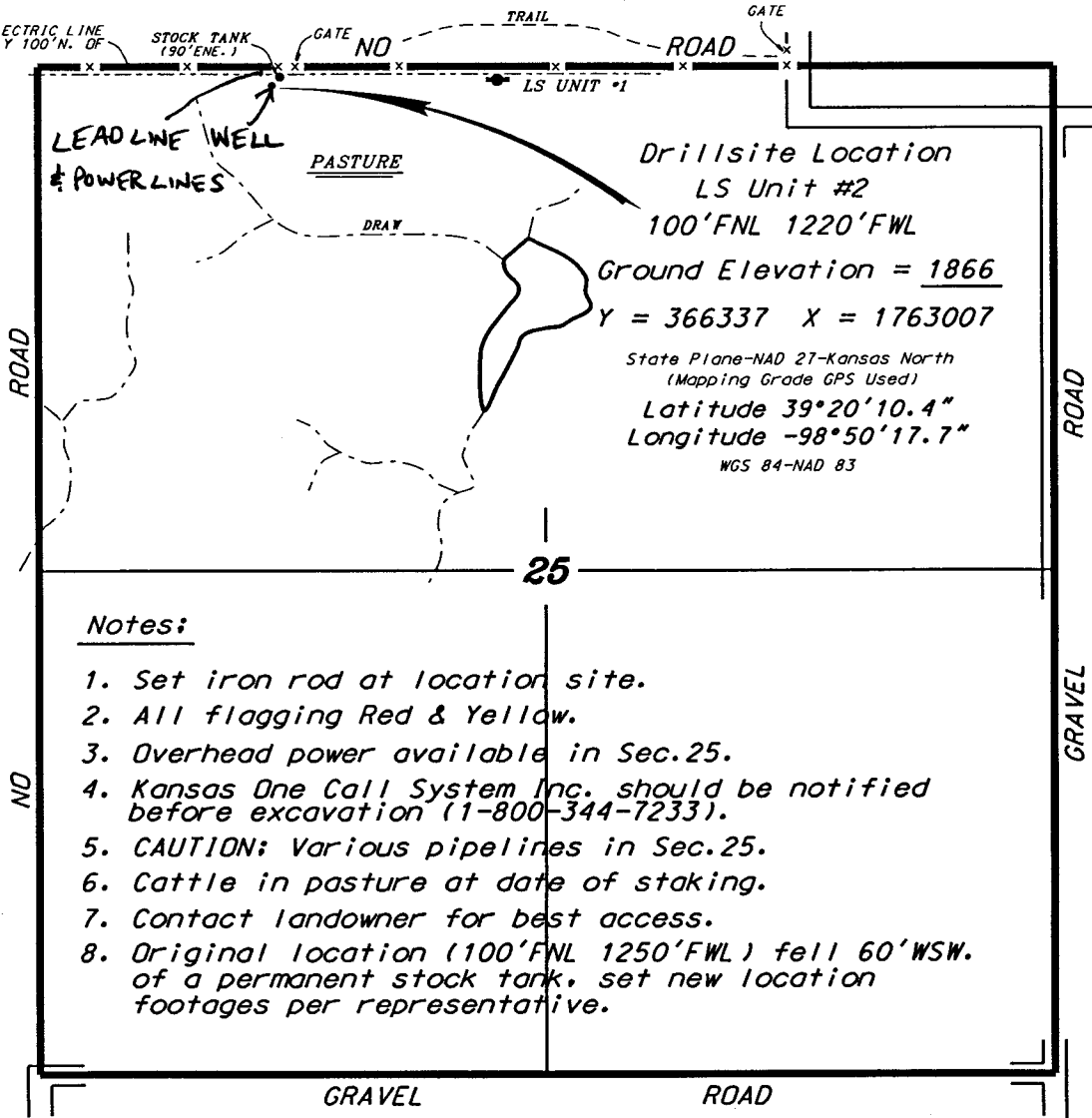
NOW THEREFORE, the undersigned elects to pool and unitize a portion of the acreage covered by said oil and gas leases as provided by the pooling clause in said leases and operate the same as a unit.

Effective the 1st day of August, 2014.

Bruce Oil Company, LLC.

**BRUCE OIL COMPANY, LLC
LS UNIT LEASE
NW. 1/4, SECTION 25, T8S, R14W
OSBORNE COUNTY, KANSAS**

E-W D'HD. ELECTRIC LINE
APPROXIMATELY 100' N. OF
LOCATION

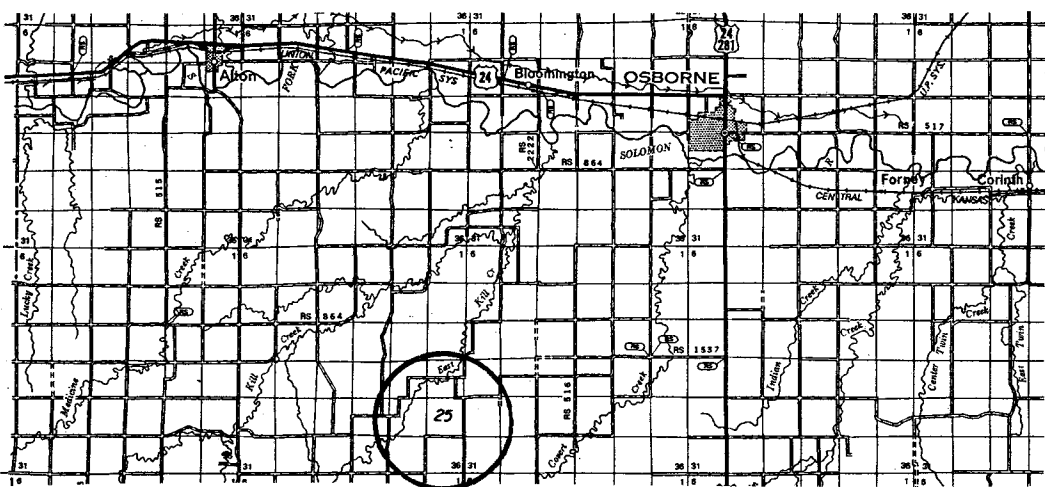


Drillsite Location
LS Unit #2
100'FNL 1220'FWL
Ground Elevation = 1866
Y = 366337 X = 1763007
State Plane-NAD 27-Kansas North
(Mapping Grade GPS Used)
Latitude 39°20'10.4"
Longitude -98°50'17.7"
WGS 84-NAD 83

Notes:

1. Set iron rod at location site.
2. All flagging Red & Yellow.
3. Overhead power available in Sec.25.
4. Kansas One Call System Inc. should be notified before excavation (1-800-344-7233).
5. CAUTION: Various pipelines in Sec.25.
6. Cattle in pasture at date of staking.
7. Contact landowner for best access.
8. Original location (100'FNL 1250'FWL) fell 60'WSW. of a permanent stock tank, set new location footages per representative.

* Ingress and egress to location as shown on this plat is per usage only and may not be legally opened for public use. Contact landowner, tenant and county road department for access.



* Controlling data is based upon the best maps and photographs available to us and upon a regular section of land containing 640 acres.
* Approximate section lines were determined using the normal standard of care of oilfield surveyors practicing in the state of Kansas. The section corners, which establish the precise section lines, were not necessarily located, and the exact location of the drillsite location in the section is not guaranteed. Therefore, the operator securing this service and accepting this plat and all other parties relying thereon agree to hold Central Kansas Oilfield Services, Inc., its officers and employees harmless from all losses, costs and expenses and said entities released from any liability from incidental or consequential damages.
* Elevations derived from National Geodetic Vertical Datum.

Date June 17, 2014