

Kansas Corporation Commission Oil & Gas Conservation Division

Form T-1 July 2014 Form must be Typed Form must be Signed All blanks must be Filled

REQUEST FOR CHANGE OF OPERATOR TRANSFER OF INJECTION OR SURFACE PIT PERMIT

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

Check Applicable Boxes:	illea with this form.			
Oil Lease: No. of Oil Wells**	Effective Date of Transfer: KS Dept of Revenue Lease No.: Lease Name:			
Gas Lease: No. of Gas Wells**				
Gas Gathering System:				
Saltwater Disposal Well - Permit No.:				
Spot Location: feet from N / S Line feet from E / W Line	SecTwpR E W Legal Description of Lease:			
Enhanced Recovery Project Permit No.:				
Entire Project: Yes No	County: Production Zone(s):			
Number of Injection Wells **				
Field Name:				
** Side Two Must Be Completed.	Injection Zone(s):			
Surface Pit Permit No.: (API No. if Drill Pit, WO or Haul) Type of Pit: Emergency Burn Settling	feet from N / S Line of Section feet from E / W Line of Section Haul-Off Workover Drilling			
Bott Occupied Livery No.	0.1.10			
Past Operator's License No.	Contact Person:			
Past Operator's Name & Address:	Phone:			
	Date:			
Title:	Signature:			
New Operator's License No.	Contact Person:			
New Operator's Name & Address:	Phone:			
	Oil / Gas Purchaser:			
	Date:			
	Signature:			
Acknowledgment of Transfer: The above request for transfer of injection noted, approved and duly recorded in the records of the Kansas Corporation	authorization, surface pit permit # has been Commission. This acknowledgment of transfer pertains to Kansas Corporation			
Commission records only and does not convey any ownership interest in the				
is acknowledged as	is acknowledged as			
the new operator and may continue to inject fluids as authorized by	the new operator of the above named lease containing the surface pi			
Permit No.: Recommended action:	permitted by No.:			
Date:	Date:			
Authorized Signature	Authorized Signature			
DISTRICT EPR	PRODUCTION UIC			

Side Two

1360397

Must Be Filed For All Wells

KDOR Lease	No.:		_		
Lease Name:			* Location:		
Well No.	API No. (YR DRLD/PRE '67)			Type of Well (Oil/Gas/INJ/WSW)	Well Status (PROD/TA'D/Abandoned)
		Circle FSL/FNL	Circle FEL/FWL		-
		FSL/FNL	FEL/FWL		_
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		_
		FSL/FNL	FEL/FWL		_
		FSL/FNL	FEL/FWL		_
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNI	FEL/FWL		

A separate sheet may be attached if necessary

^{*} When transferring a unit which consists of more than one lease please file a separate side two for each lease. If a lease covers more than one section please indicate which section each well is located.



1360397

Form KSONA-1
July 2014
Form Must Be Typed
Form must be Signed
All blanks must be Filled

CERTIFICATION OF COMPLIANCE WITH THE KANSAS SURFACE OWNER NOTIFICATION ACT

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:	(Cathodic Protection Borehole Intent)
OPERATOR: License #	Well Location:
Name:	
Address 1:	
Address 2:	·
City: State: Zip:+	
Contact Person:	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:	and the second to the execution of the e
City: State: Zip:+	
the KCC with a plat showing the predicted locations of lease roads, tale are preliminary non-binding estimates. The locations may be entered	nodic Protection Borehole Intent), you must supply the surface owners and nk batteries, pipelines, and electrical lines. The locations shown on the plat on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted.
Select one of the following:	
owner(s) of the land upon which the subject well is or will be	Act (House Bill 2032), I have provided the following to the surface located: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form being filed is a Form C-1 or Form CB-1, the plat(s) required by this and email address.
KCC will be required to send this information to the surface of	acknowledge that, because I have not provided this information, the owner(s). To mitigate the additional cost of the KCC performing this as of the surface owner by filling out the top section of this form and e KCC, which is enclosed with this form.
If choosing the second option, submit payment of the \$30.00 handlin form and the associated Form C-1, Form CB-1, Form T-1, or Form CF	ng fee with this form. If the fee is not received with this form, the KSONA-1P-1 will be returned.
I hereby certify that the statements made herein are true and correct	to the best of my knowledge and belief.
Date: Signature of Operator or Agent:	Title:

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

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July 2014
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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) X T-1 (Transfer) CP-1 (Plugging Application)		
OPERATOR: License # 33594	Well Location:		
Name: Quito, Inc.			
Address 1: 1613 W. 6th Street	County: Chautauqua Lease Name: Appleby Well #:		
Address 2:	Lease Name: Appleby Well #:		
City: Bartlesville State: OK Zip: 74003 +	If filing a Form T-1 for multiple wells on a lease, enter the legal description of		
Contact Person: Mark W. McCann	the lease below:		
Phone: (918) 337-4747 Fax: ()	The NW/4; N/2 SW/4; SW/4 SE/4 and W/2 SE/4 SE/4		
Email Address:	of Sec. 30, T33S, R11E, and the E/2 NE/4 SE/4 and of Sec. 25, T33S, R10E, Chautauqua County, KS.		
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 county, and in the real estate property tax records of the county treasurer.		
the KCC with a plat showing the predicted locations of lease roads, to are preliminary non-binding estimates. The locations may be entered select one of the following: I certify that, pursuant to the Kansas Surface Owner Notice owner(s) of the land upon which the subject well is or will be	thodic Protection Borehole Intent), you must supply the surface owners and ank batteries, pipelines, and electrical lines. The locations shown on the plat of on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted. Be Act (House Bill 2032), I have provided the following to the surface the located: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form mobeing filed is a Form C-1 or Form CB-1, the plat(s) required by this k, and email address.		
KCC will be required to send this information to the surface	I acknowledge that, because I have not provided this information, the qwner(s). To mitigate the additional cost of the KCC performing this less of the surface owner by filling out the top section of this form and le KCC, which is enclosed with this form.		
If choosing the second option, submit payment of the \$30.00 handliform and the associated Form C-1, Form CB-1, Form T-1, or Form C	ng fee with this form. If the fee is not received with this form, the KSONA-1 P-1 will be returned.		
I hereby certify that the statements made herein are true and correct	to the best of my knowledge and belief		
Thereby certify that the statements made herein are tide and coned	President		
Date: July 7, 2015 gnature of Operator or Agent:	Title:		

Attached Legal Description for T-1

The NW/4; N/2 SW/4; SW/4 SE/4 and W/2 SE/4 SE/4 of Sec. 30, T33S, R11E, and the E/2 NE/4 SE/4 and of Sec. 25, T33S, R10E, Chautauqua County, KS.

Side Two

Must Be Filed For All Wells

Lease Name:	Appleby	* Location:25-33-10				
Well No.	API No. (YR DRLD/PRE '67)		Footage from Section Line (i.e. FSL = Feet from South Line)		Well Status (PROD/TA'D/Abandoned	
3	15-019-24117	1818 Circle	5 Circle FEDFWL	SWD	Al	
		FSL/FNL	FEL/FWL			
		FSL/FNL	FEL/FWL			
		FSL/FNL	FEL/FWL			
		FSL/FNL	FEL/FWL			
1		FSL/FNL	FEL/FWL			
,	90.7		FEL/FWL			
		FSL/FNL	FEL/FWL			
		FSL/FNL	FEL/FWL			
		FSL/FNL	FEL/FWL	:		
	, K	FSL/FNL	FEL/FWL			
	40	FSL/FNL	FEL/FWL			
		FSL/FNL	FEL/FWL			
		FSL/FNL	FEL/FWL			
	11	FSL/FNL	FEL/FWL		-	
			FEL/FWL			
		EQ. (E).				
7						
		200				

A separate sheet may be attached if necessary

^{*} When transferring a unit which consists of more than one lease please file a separate side two for each lease. If a lease covers more than one section please indicate which section each well is located.

ASSIGNMENT OF OIL AND GAS LEASES STATE OF KANSAS } Chautauqua County) ss \$88.00 This instrument was filed for record this 6 day of Jan. STATE OF KANSAS) 2017 at 10:05 o'clock AM and) SS duly recorded in book 177 COUNTY OF CHAUTAUQUA of records on page KNOW ALL MEN BY THESE PRESENTS: That the undersigned, McCann Drilling, Inc. and Eric McCann both, hereinafter called ASSIGNOR, for and in consideration of One Dollar (\$1.00) and other good and valuable consideration, the receipt whereof is hereby acknowledged, do hereby sell, assign, transfer and set over unto Kansas Production Company, Inc. hereinafter called ASSIGNEE, all of ASSIGNORS' right, title and working interest in and to the Oil and Gas Leases described in Exhibit "A" attached hereto, together with the rights incident thereto and the personal property thereon, appurtenant thereto, or used or obtained in connection therewith. This assignment is without warranty of title, express or implied. This assignment shall be effective for all purposes as of the 1st day of December, 2016. Executed this \(\frac{\sqrt{1}}{2} \) day of December, 2016. McCann Drilling, Inc. Mark W. McCann, President

My Appointment Expires:

A REBECCA SWEANEY
Notary Public State of Kansas
My Appt. Expires - 28-209

by Mark W. McCann as President of McCann Drilling, Inc..

This instrument was acknowledged before me this 2th day of December, 2016

Notary Public

Eric McCann

STATE OF Kansas)
<u> </u>)ss
COUNTY OF (MYNSY)	1

This instrument was acknowledged before me this $\frac{9}{2}$ day of December, 2016 by Eric McCann.

Notary Public

My Appointment Expires: 1701 4, 2020

STATE OF KANSAS My Appt. Exp. 4.4.20

EXHIBIT "A"

Flossie White Lease

LESSOR: Flossie Rhetta White, a widow, Mildred Stephens and Harvey C. Stephens, her

husband

LESSEE: Liberty Hill Oil Corp.

DATE: July 2, 1976

DESCRIPTION: S/2 SE/4 of Sec. 22, T34S, R11E, Chautauqua County, KS

RECORDED: Book 40, Leases, page 569

McFarlane-Delong Lease

LESSOR: Grace MacFarlane Delong and Earl D. Delong, her husband

LESSEE: Walter H. Williams DATE: November 1, 1974

RECORDED: Book 33, Leases, page 623

LESSOR: J. Wayne MacFarlane and Lena Macfarlane, his wife

LESSEE: Walter H. Williams

✓ DATE: November 7, 1974

RECORDED: Book 33, Leases, page 624

DESCRIPTION: The S/2 NW/4 of Sec. 23, T34S R11E, Chautauqua County, KS

Clark-Bever Lease

LESSOR: Esther D. Clark and Elmer Clarke, her husband

LESSEE: Denman Brothers, a firm composed of Arthur G. Denman and John Denman,

Jr.

DATE: September 22, 1943

DESCRIPTION: SW/4 of Sec. 23, T34S, R11E, Chautauqua County, KS

RECORDED: Book 13, Leases, page 26

Smith-Lolly Lease

LESSOR: Judith Rae Smith and William D. Smith, her husband, Melinda Lee Lolley and

Douglas Lolley, her husband LESSEE: Walter H. Williams DATE: October 1, 1974

Wall Leases

Agreement to Unitize Oil and Gas Leases dated September 27, 1982, and recorded in Book 53 of Leases at Page 519, identifying the three (3) oil and gas leases below, to-wit:

LESSOR: N.W. Wall, et ux., LESSEE: Frank M. Breene DATE: December 16, 1909

DESCRIPTION: E/2 NE/4 and the NE/4 SE/4 of Sec. 32, T33S, R11E, Chautauqua County,

KS

RECORDED: Book A, Leases, page 540

LESSOR: Dorothy L. Spurlock, et al. LESSEE: McCann Drilling, Inc.

DATE: May 13, 1978

/ DESCRIPTION: That part of the NW/4 of Sec. 33, T33S, R11E lying W. of K99 Hgy., and

S. of County Rd. No. 238 (40 ac. mol), Chautauqua County, KS

RECORDED: Book 43, Leases, page 286

LESSOR: N. W. Wall, et ux.

LESSEE: John A. Bell, Jr., and Frank M. Breene

DATE: April 22, 1912

DESCRIPTION: SE/4 SE/4 of Sec. 29 and S/2 SW/4 W. of Rd. No. 363 in Sec. 28 and part of the N/2 NW/4 W. of Rd. No. 363 and N. of Rd. 238 in Sec. 33, T33S, R11E (60 ac. mol), Chautauqua County, KS

RECORDED: Book B, Leases, Page 446

Mullin Lease

LESSOR: Virginia J. Mullin and Ralph Mullin, her husband

LESSEE: Albert Robertson DATE: March 1, 1978

DESCRIPTION: N/2 NE/4 of Sec. 25, T33S, R11E, Chautauqua County, Kansas

RECORDED: Book 43, Leases, Page 147

DESCRIPTION: The NE/4 NE/4 of Sec. 22 and the West 70 acres of the N/2 NW/4 of Sec. 23, all in T34S, R11E, Chautauqua County, KS RECORDED: Book 33, Leases page 618

Graham (McCann) Lease

LESSOR: Gerald Graham and Nancy Jo Graham, husband and wife

LESSEE: McCann Drilling, Inc. DATE: February 2, 1980

DESCRIPTION: NW/4 Sec. 36, T33S, R10E, Chautauqua County, KS

RECORDED: Book 45, Leases, page 535

Church Lease

LESSOR: Corporation of Presiding Bishop of Church of Jesus Christ of Latter Day Saints

LESSEE: McCann Drilling, Inc.

DATE: December 7, 1989

DESCRIPTION: The SE/4 lying North and West of Public Road, Sec. 24, T33S, R11E,

Chautauqua County, KS

RECORDED: Book 63, Leases, page 566

Appleby Leases

A. "Lease 1":

LESSOR: Thomas E. Appleby and Mariellen J. Appleby, husband and wife

/ LESSEE: KPR, Inc.

DATE: November 9, 1979

DESCRIPTION: The NW/4 of Sec. 30, T33S, R11E, Chautauqua County, KS

RECORDED: Book 45, Leases, page 360

B. "Lease 2":

LESSOR: Thomas E. Appleby and Mariellen J. Appleby, husband and wife

LESSEE: KPR, Inc.

DATE: November 9, 1979

DESCRIPTION: The N/2 SW/4, SW/4 SE/4 and W/2 SE/4 SE/4 of Sec. 30, T33S, R11E and

the E/2 NE/4 SE/4 and of Sec. 25, T33S, R10E, Chautauqua County, KS.

RECORDED: Book 45, Leases, page 360

Doty Lease

LESSOR: John D. Doty and Pauline L. Doty, husband and wife

LESSEE: McCann Drilling, Inc.

✓ DATE: November 14, 1990

DESCRIPTION: All of that part of the SW/4 SE/4 of Sec. 33, T33S, R11E, lying South and

West of State Rd. No. 99

and

All that part of the S/2 NE/4 of Sec. 4, T34S, R11E, lying North and West of US Hwy No. 166 and the Missouri Railroad right-of-way, except a tract deeded to Caney Valley J Electric Cooperative Association, Inc. on July 3, 1957, filed in the office of the Register of Deeds of Chautauqua County, Kansas, on July 3, 1957, and recorded therein in Book 69 of Deeds at Page 276.

All that part of Lots 1 and 2, being the N/2 NE/4 of Sec. 4, T34S, R11E, lying North and West of US Hwy No. 166, except a tract deeded to W.H. Sproul by deed dated November 4, 1927, filed in the office of the Register of Deeds of Chautauqua County, Kansas, on November 9, 1927, and recorded therein in Book 48 of Deeds at Page 238, and

except a tract deeded to Hersel Wells and May Beatrice Wells by Deed dated February 29, 1952, and filed in said office on March 3, 1952, and recorded therein in Book 68 of Deeds at Page 229.

RECORDED: Book 65, Leases, Page 169

East Anderson Lease

LESSOR: Dean A. McCann LESSEE: McCann Drilling, Inc. DATE: October 20, 2016

DESCRIPTION: The Southeast Quarter (SE/4) of Section 6, except the East Half of the Southeast Quarter of the Southeast Quarter (E/2 SE/4 SE/4) of said Section 6, all in Township 34 South, Range 10 East, Chautauqua County, Kansas.

RECORDED: Book 177, Records, Page 321

Kansas Production, Co. Inc. 1613 West 6th Street Bartlesville, OK 74003 Phone: 918-331-6433

mccanncompanies@yahoo.com

September 18, 2017

Kansas Corporation Commission Oil & Gas Conservation Division 266 N. Main St. Ste.220 Wichita, KS 67202-1513

Dear Sir:

This letter is to confirm that Quito, Inc. with License No. 33594 is the Operator for Kansas Production Co. Inc. on the Appleby Lease located at Sec.30, Twp.33,R-11, Chautauqua Co. KS.

Thank you for your assistance.

Mark W. McCann

President