KOLAR Document ID: 1401844

For KCC Use:

Effective	Date:
District #	

SGA?	Yes	No

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form C-1 March 2010 Form must be Typed Form must be Signed All blanks must be Filled

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	
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):
	Nearest Lease or unit boundary line (in footage):
Well Drilled For: Well Class: Type Equipment:	Ground Surface Elevation:feet MSL
Oil Enh Rec Infield Mud Rotary	Water well within one-guarter mile:
Gas Storage Pool Ext. Air Rotary	Public water supply well within one mile:
Disposal Wildcat Cable	Depth to bottom of fresh water:
Seismic ; # of Holes Other	Depth to bottom of usable water:
Other:	
If OWWO: old well information as follows:	Surface Pipe by Alternate:
	Length of Surface Pipe Planned to be set:
Operator:	Length of Conductor Pipe (if any):
Well Name:	Projected Total Depth:
Original Completion Date: Original Total Depth:	Formation at Total Depth:
Directional. Deviated or Horizontal wellbore?	Water Source for Drilling Operations:
If Yes, true vertical depth:	Well Farm Pond Other:
Bottom Hole Location:	DWR Permit #:
KCC DKT #:	(Note: Apply for Permit with DWR)
	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.
Approved by:	
This authorization expires: (This authorization void if drilling not started within 12 m	
Spud date: Agent:	

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.

ш

_ Well will not be drilled or Permit Expired Date: _ Signature of Operator or Agent: For KCC Use ONLY

API # 15 -___

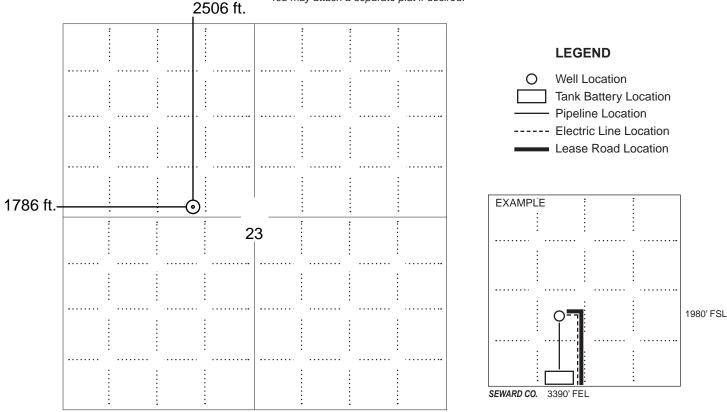
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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.



NOTE: In all cases locate the spot of the proposed drilling locaton.

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

KOLAR Document ID: 1401844

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate				
Operator Name:			License Number:	
Operator Address:				
Contact Person:		Phone Number:		
Lease Name & Well No.:			Pit Location (QQQQ):	
Type of Pit:	Pit is:			
Emergency Pit Burn Pit	Proposed	Existing	SecTwpR East West	
Settling Pit Drilling Pit	If Existing, date co	nstructed:	Feet from North / South Line of Section	
Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled)	Pit capacity:		Feet from East / West Line of Section	
		(bbls)	County	
Is the pit located in a Sensitive Ground Water A	rea? Yes	No	Chloride concentration: mg/l (For Emergency Pits and Settling Pits only)	
Is the bottom below ground level?	Artificial Liner?	1.	How is the pit lined if a plastic liner is not used?	
		10		
Pit dimensions (all but working pits):			Width (feet)N/A: Steel Pits	
· · · · · · · · · · · · · · · · · · ·	-		(feet) No Pit	
If the pit is lined give a brief description of the liner material, thickness and installation procedure. 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 feet. Source of information: Source of information:				
		measured	well owner electric log KDWR	
Emergency, Settling and Burn Pits ONLY:		Drilling, Worko	ver and Haul-Off Pits ONLY:	
Producing Formation:		Type of materia	of material utilized in drilling/workover:	
Number of producing wells on lease: Number of		Number of worl	Number of working pits to be utilized:	
Barrels of fluid produced daily: Abandonmen		Abandonment p	procedure:	
Does the slope from the tank battery allow all spilled fluids to		Drill pits must b	e closed within 365 days of spud date.	
Submitted Electronically				
KCC OFFICE USE ONLY				
Date Received: Permit Numl	oer:	Permi	t Date: Lease Inspection: Yes No	

KOLAR Document ID: 1401844

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

CERTIFICATION OF COMPLIANCE WITH THE KANSAS SURFACE OWNER NOTIFICATION ACT

Form KSONA-1
January 2014
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: State: Zip:+	If filing a Form T-1 for multiple wells on a lease, enter the legal description of
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:	county, and in the real estate property tax records of the county treasurer.
City: State: Zip:+	

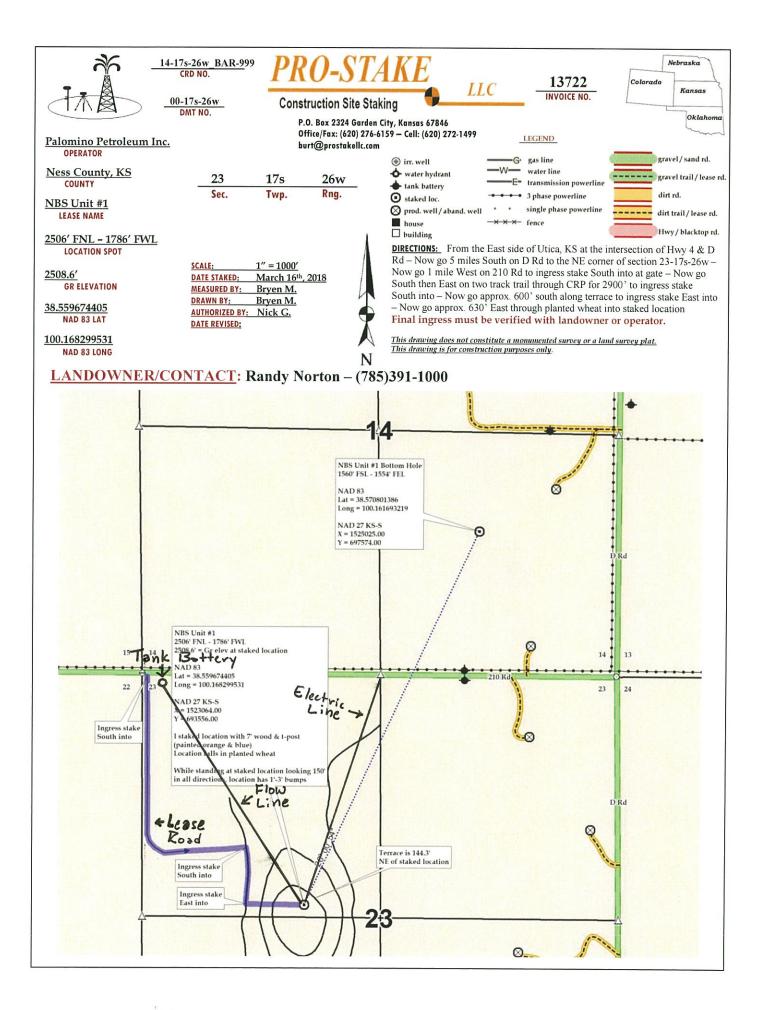
If this form is being submitted with a Form C-1 (Intent) or CB-1 (Cathodic Protection Borehole Intent), you must supply the surface owners and the KCC with a plat showing the predicted locations of lease roads, tank batteries, pipelines, and electrical lines. The locations shown on the plat are preliminary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

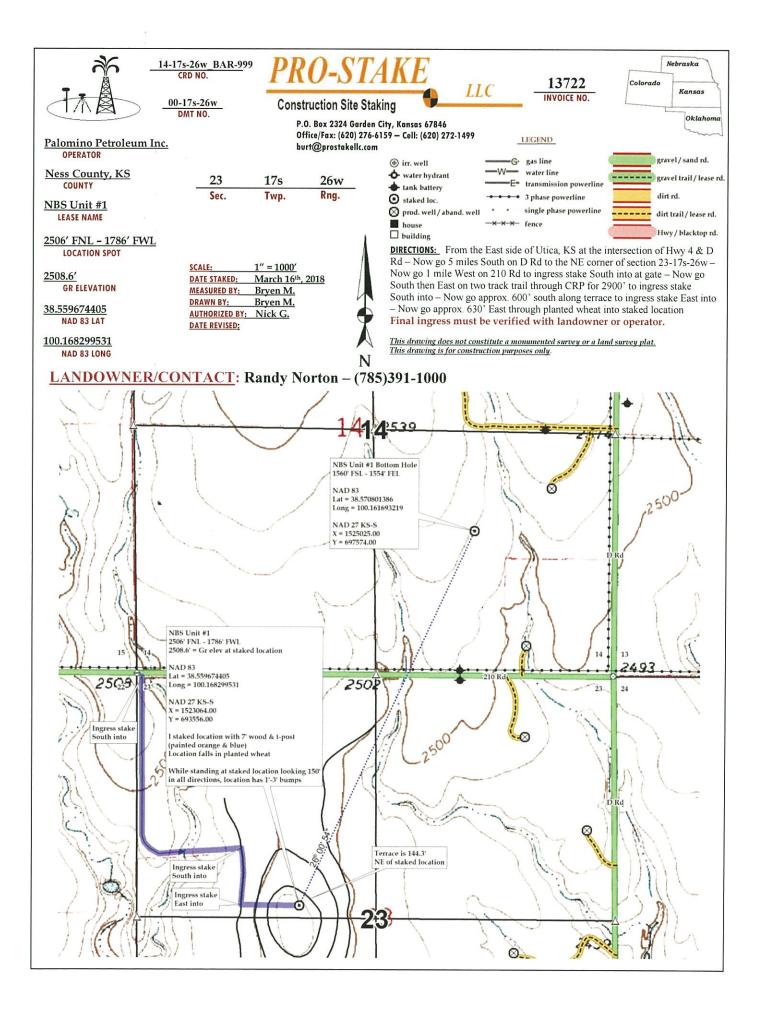
Select one of the following:

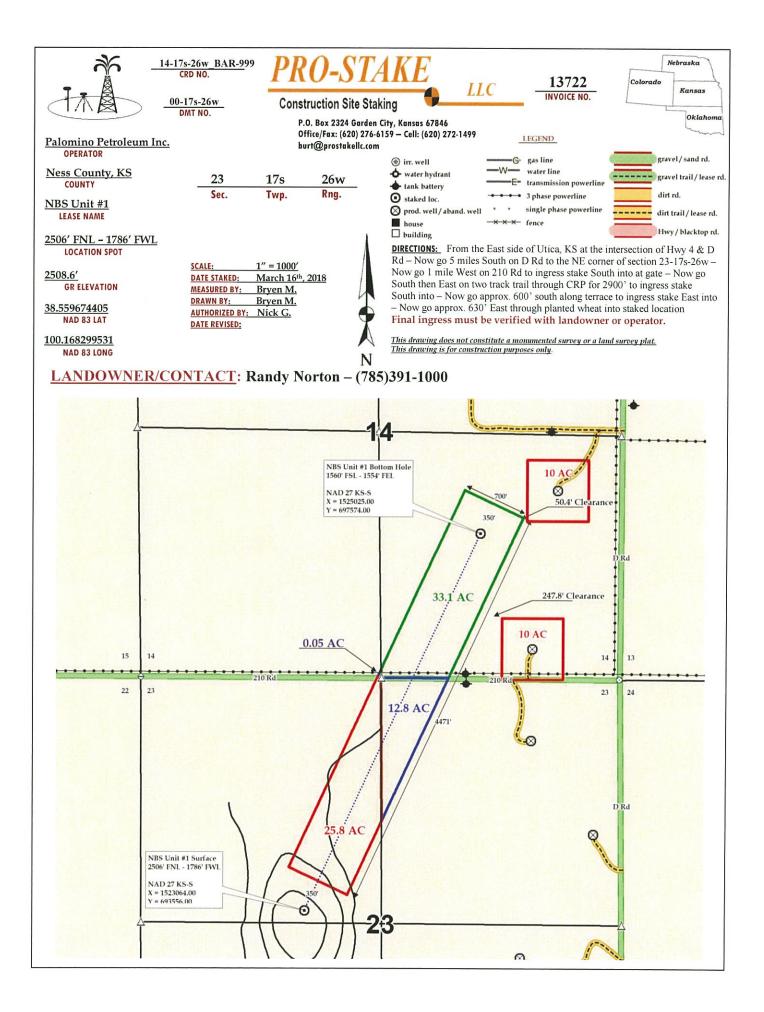
- I certify that, pursuant to the Kansas Surface Owner Notice Act (House Bill 2032), I have provided the following to the surface owner(s) of the land upon which the subject well is or will be located: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form CP-1 that I am filing in connection with this 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 must provide the name and address of the surface owner by filling out the top section of this form and that I am being charged a \$30.00 handling fee, payable to the KCC, which is enclosed with this form.

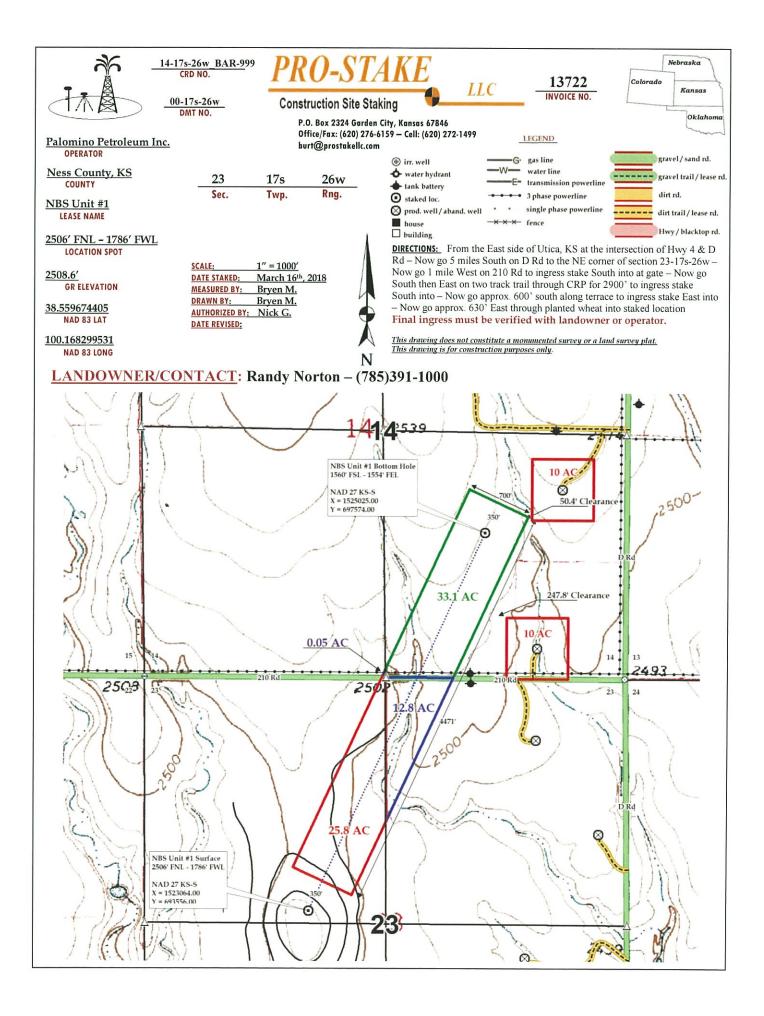
If choosing the second option, submit payment of the \$30.00 handling fee with this form. If the fee is not received with this form, the KSONA-1 form and the associated Form C-1, Form CB-1, Form T-1, or Form CP-1 will be returned.

Submitted Electronically









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

6311 (Rev. 1993)

OIL AND GAS LEASE

January

30th AGREEMENT, Made and entered into the day of . Randall A. Norton and Judith K. Norton, his wife by and between .

se mailing address is 5279 200 Road Utica, KS 67584

Palomino Petroleum, Inc.

hereinafter called Lessor (whether one or more).

Reorder No.

09-115

hereinafter caller Lessee:

Kansas Blue Print

Wichen, KS 07201-0703 316-284-9344-254-5155 fax

2018

therein situated in County of Ness _ state of Kansas described as follows to-wit:

Township 17 South, Range 26 West Section 23: NW/4

160 In Section Township _ and containing Range . ocres, more or less, and all in Section

accreuons inercio. Subject to the provisions herein contained, this lease shall remain in force for a term of <u>3 (three)</u>, years from this date (called "primary term"), and as long thereafter as oil, liquid hydrocarbons, gas or other respective constituent produces, 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 pips line to which lessee may connect wells on and land, the equal one-eighth (%) part of all oil produced and saved from the leased premises.

2nd. To pay lessor for gas of whatacever nature or kind produced and sold, or used off the premises, or used in the manufacture of any products therefrom, one eighth (24), at the market price at the well, (but, as to gas sold by lesse, in no event more than one-eighth (25) of the proceeds received by lesses from such sales, for the gas sold, used off the promises, or in the manufacture of producto therefrom, said payments to be made monthly. Where gas from a well producing gas only is not sold or used, lessee may pay or lender as royally Oan Dollar (31.00) per year per net mineral acre relained hereunder, and if such payment or lender is made it will be considered that gas is being produced within the meaning of the preceding paragraph.

This lease may be maintained during the primary term hereof without further payment or drilling operations. If the lease shall commence to drill a well within the term of this lease or any extension thereof, the lease shall have the right to drill such well to completion with reasonable difference 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 us if such well had been completed within the term of years first mentioned.

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

Lessee shall have the right to use, free of cost, gos, oil and water produced on said land for lassed'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.

Leasee shall have the right at any time to remove all machinery and fixtures placed on suid premises, including the right to draw and remove cosing.

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 rantals or toyalites shall be binding on the lesses until after the lesses has been furnished with a written transfer or assignment a true copy thereof. In case lesses assigns this lease, in whole or in part, lesses shall be rolleved of all obligations with respect to the assigned portion or portions arising subsequent to the date of assignment.

Lesses may at any time execute and deliver in lessor or place of record a release or releases cavaring any portion or portions of the above described premises and thereby surrender this lesse as to such partian or partians and be relieved of all obligations as to the accurge surrendered.

All express or implied covenants of this lease shall be subject to all Pederol and State Laws, Executive Orders, Rules or Regulations, and this lease shall not be terminated, in while or in part, nor leases 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 title to the lands herein described, and sgrees that the lessor shall have the right at any time in redeem for lessor, by payment any marigages, taxes or other liens on the above described lands, in the event of default of payment by lessor, and be subragated to the rights of the holder thereof, and the under-signed lessors, for themeselves and their here, successors and assigna, 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 lesse is made, as celled herein.

as sold right of dower and homestead may in any way affect the purposes for which this lease is made, as eccited herein. Leases, at its option, is hereby given the right and power to pool or combine the accesses covered by this lease or any portion thereof with other land, lease or leases in the immediate vicinity thereof, when in lease's jadgment it is necessary or odvisable to do as in order to properly develop and operate asid lease premises so as to promote the conservation of oil, gas or alter minerals in and under and that may be produced from soil premises, such pooling to be of tracts configuous to one snother and to be into a unit or units not accessing 40 and constrained in the event of an oil well, or into a unit or units not exceeding 40 or of a gas well. Lesses shall be accessing 40 and tector in the conveynnex records of the courty in which the ison there or royalities on production from the pooled and. Lesses the included in this lease. The satire accessing 40 and 40 and

Should a horizontal woll be drilled, a unit or units not exceeding 640 acres shall be used for the land covered by this lease, or any portion thereof, with other land covered by another lease or leases, for unitization of oil. Leases shall execute in writing and file for record in the courty in which the land is situated an instrument identifying and describing the pooled acreage. The stills acreage so pooled into a units or units shall be treated for all purposes except the payments of rowilles on production from the pooled unit, as if it wave instruded in this lease. If production is found on any part of the pooled acreage it shall be treated as if production is had from this lease whether any well is located on the land covered by this lease or not. Any well if drilled on any part of the pooled acreage it shall be treated as if production is had from this lease whether any well is located on the land covered by this lease or not. Any well drilled on any part of the pooled acreage it shall be treated as if production is had from this lease whether any well is located on the land covered by this lease or not. Any well drilled on any part of the pooled acreage it shall be treated us of the revalues effective therein benefits pooled only auch portion of the royalty stipulated herein as the amount of his net royalty interest therein on an acreage basis bears to the total mineral acreage so pooled in the particular unit involved.

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

4. 10 mlin Ú Randall A. Norton

Quet Kme	,
Judjih K. Norton	



State of Kansus - Ness County Book: 395 Page: 621 Pages Recorded: 2 Cashier Initials: fill Recording Fee: \$38,00

Date Recorded: 2/28/2018 10:00:00 AM

AMENDMENT TO OIL AND GAS I

WHEREAS, the following oil and gas lease:

Lessor:	Randall A. Norton and Judith K. Norton, his wife
County: Lessee:	Ness County, KS Palomino Petroleum, Inc.
Date:	May 8, 2015
Lease Recorded:	Book 379, Page 791

Legal Description: SW/4 Section 14, Township 17 South, Range 26 West

was executed and delivered by the lessor(s) named therein, and the undersigned now desires to amend said lease as set out below.

NOW, THEREFORE, the undersigned does hereby amend said oil and gas lease by amending the "pooling paragraph" to add:

"Should a horizontal well be drilled, a unit or units not exceeding 640 acres shall be used for the land covered by this lease, or any portion thereof, with other land covered by another lease or leases, for unitization of oil. Lessee shall execute in writing and file for record in the county in which the land is situated an instrument identifying and describing the pooled acreage. The entire acreage so pooled into a unit or units shall be treated for all purposes except the payments of royalties on production from the pooled unit, as if it were included in this lease. If production is found on any part of the pooled acreage it shall be treated as if production is had from this lease whether any well is located on the land covered by this lease or not. Any well drilled on any such unit shall be and constitute a well hereunder. In lieu of the royalties elsewhere herein specified, Lessor shall receive on production from the unit so pooled only such portion of the royalty stipulated herein as the amount of his net royalty interest therein on an acreage basis bears to the total mineral acreage so pooled in the particular unit involved."

Said lease shall remain unchanged in all of their other terms and provisions, and the undersigned does hereby ratify and confirm said lease, as amended, to be in full force and effect according to the terms thereof.

Executed this $4\frac{44}{2}$ day of August, 2017, to be effective as of this date. Julith K. Norton Randall A. Norton

ACKNOWLEDGEMENT

)

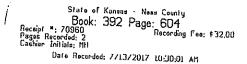
STATE OF Kansas

COUNTY OF Ness

The foregoing instrument was acknowledged before me this 4 day of August2017, by Randall A. Norton and Judith K. Norton, his wife.

Notary public Typed name: Oalerin Filleton My commission expires: Nev. 6, 2017

	- 14	
	KARY AUB	Darlene M. Tilltson
	2_ <u>_</u>	Notary Public
		State of Kansas
ļ	STATE OFT AUGAS	My App. Exp. 11/196/2017





AMENDMENT TO OIL AND GAS LEASES

WHEREAS, the following Oil and Gas Leases and Ratifications of said Oil and Gas Leases:

Lessors:	M. Faye Bauer and Dave W. Bauer, Co-Trustees of the Bauer Family Trust
County:	Ness County, Kansas
Lessee;	Pickrell Drilling Company, Inc.
Date:	August 23, 1993
Lease Recorded:	Book 239, Page 17; as Ratified in Book 239, Page 369;
	Book 239, Page 370; Book 239, Page 371; Book 239,
	Page 372; Book 239, Page 373; and Book 239, Page 374
Legal Description:	Northeast Quarter (NE/4) Section 23, Township 17 South,
U 1	Range 26West,
Lessors:	Lee Norton and Delphine Norton, his wife
County:	Ness County, Kansas
Lessee:	Pickrell Drilling Company, Inc.
Date:	April 21, 1994
Lease Recorded:	Book 242, Page 219
	Southeast Quarter (SE/4) Section 23, Township 17 South,
	Range 26West,
	0
Lessors:	Judith A. Carter and Herbert L. Carter, her husband
County:	Ness County, Kansas
Lessee:	Pickrell Drilling Company, Inc.
Date:	April 21, 1994
Lease Recorded:	Book 242, Page 221
	Southeast Quarter (SE/4) Section 23, Township 17 South,
	Range 26West,

were executed and delivered by the lessor(s) named therein, and the undersigned now desires to amend said leases and said ratifications and any extensions of said leases as set out below.

The Oil and Gas Leases are already subject to a Consolidation and Unitization Agreement, dated February 24, 1995 as recorded in Book 246, at Page 707.

NOW, THEREFORE, the undersigned do hereby amend said oil and gas leases by adding the following "pooling paragraph":

"Should a horizontal well be drilled, a unit or units not exceeding 640 acres shall be used for the land covered by this lease, or any portion thereof, with other land covered by another lease or leases, for unitization of oil. Lessee shall execute in writing and file for record in the county in which the land is situated an instrument identifying and describing the pooled acreage. The entire acreage so pooled into a unit or units shall be treated for all purposes except the payments of royalties on production from the pooled acreage it shall be treated as if production is had from this lease whether any well is located on the land covered by this lease or not. Any well drilled on any such unit shall be and constitute a well hereunder. In lieu of the royalties elsewhere herein specified, Lessor shall receive on production from the unit so pooled only such portion of the

AMENDMENT TO OIL AND GAS LEASES - cont. page 2

royalty stipulated herein as the amount of his net royalty interest therein on an acreage basis bears to the total mineral acreage so pooled in the particular unit involved."

Said leases shall remain unchanged in all of their other terms and provisions, and the undersigned do hereby ratify and confirm said leases, as amended, to be in full force and effect according to the terms thereof.

This Amendment may be executed in counterpart and shall be binding on all those who execute it.

Executed as set out in the following notarizations, but to be effective as of <u>_____</u> day of <u>May</u>, 2017.

Robert Wolf, Trustee of the Bauer

Family Trust

Randalf A. Norton

Julith K. Norton

Acknowledgements

STATE OF

COUNTY OF _____)

The foregoing instrument was acknowledged before me this <u>day of</u>, 2017, by Robert Wolf, Trustee of the Bauer Family Trust.

)

)

My commission expires: /

Notary Public Printed Name:

STATE OF Kansas

COUNTY OF Ness)

The foregoing instrument was acknowledged before me this <u>1st.day of</u> <u>June</u>, 2017, by **Randall A. Norton and Judith K. Norton, husband and wife.**

D. J. Afountier

Notary Public Printed Name: Marlin J. Pfannenstiel

My	commission	expires:	5-3-	18

STNRY PUBL MARLIN J. PFANNENSTIEL NOTARY PUBLIC STATE OF KANSAS My App. Exp.

PLEASE SIGN AND RETURN

Recorded at request, KSA 58-2221. See last deed of record (238/235) showing last named Trustees, David W. Bauer and M. Faye Bauer. No documents filed to change name of Trustees. State of Kansus - Ness County Book: 392 Page: 606 Pages Recorded: 2 Recording Fou: \$32,00 Cashier Initials, MH

Data Recorded: 7/13/2017 10:30.02 AM



AMENDMENT TO OIL AND GAS LEASES

WHEREAS, the following Oil and Gas Leases and Ratifications of said Oil and Gas Leases:

Lessors:	M. Faye Bauer and Dave W. Bauer, Co-Trustees of the Bauer Family Trust
County:	Ness County, Kansas
Lessee:	Pickrell Drilling Company, Inc.
Date:	August 23, 1993
Lease Recorded:	Book 239, Page 17; as Ratified in Book 239, Page 369;
	Book 239, Page 370; Book 239, Page 371; Book 239,
	Page 372; Book 239, Page 373; and Book 239, Page 374
Legal Description:	Northeast Quarter (NE/4) Section 23, Township 17 South,
• •	Range 26West,
Lessors:	Lee Norton and Delphine Norton, his wife
County:	Ness County, Kansas
Lessce:	Pickrell Drilling Company, Inc.
Date:	April 21, 1994
Lease Recorded:	Book 242, Page 219
Legal Description:	Southeast Quarter (SE/4) Section 23, Township 17 South,
	Range 26West,
Lessors:	Judith A. Carter and Herbert L. Carter, her husband
County:	Ness County, Kansas
Lessee:	Pickrell Drilling Company, Inc.
Date:	April 21, 1994
	Book 242, Page 221
	Southeast Quarter (SE/4) Section 23, Township 17 South,
- 1 ·····	Range 26West,
	- · ·

were executed and delivered by the lessor(s) named therein, and the undersigned now desires to amend said leases and said ratifications and any extensions of said leases as set out below.

The Oil and Gas Leases are already subject to a Consolidation and Unitization Agreement, dated February 24, 1995 as recorded in Book 246, at Page 707.

NOW, THEREFORE, the undersigned do hereby amend said oil and gas leases by adding the following "pooling paragraph":

"Should a horizontal well be drilled, a unit or units not exceeding 640 acres shall be used for the land covered by this lease, or any portion thereof, with other land covered by another lease or leases, for unitization of oil. Lessee shall execute in writing and file for record in the county in which the land is situated an instrument identifying and describing the pooled acreage. The entire acreage so pooled into a unit or units shall be treated for all purposes except the payments of royalties on production from the pooled acreage it shall be treated as if production is had from this lease whether any well is located on the land covered by this lease or not. Any well drilled on any such unit shall be and constitute a well hereunder. In lieu of the royalties elsewhere herein specified, Lessor shall receive on production from the unit so pooled only such portion of the

AMENDMENT TO OIL AND GAS LEASES - cont. page 2

royalty stipulated herein as the amount of his net royalty interest therein on an acreage basis bears to the total mineral acreage so pooled in the particular unit involved."

Said leases shall remain unchanged in all of their other terms and provisions, and the undersigned do hereby ratify and confirm said leases, as amended, to be in full force and effect according to the terms thereof.

This Amendment may be executed in counterpart and shall be binding on all those who execute it.

Executed as set out in the following notarizations, but to be effective as of <u>lst</u> day of May ____, 2017.

Robert Wolf, Trustee of the Bauer

Family Trust

Randall A. Norton

Judith K. Norton

Acknowledgements

STATE OF Ransas)

COUNTY OF Ellis

The foregoing instrument was acknowledged before me this $\underline{\$}$ day of \underline{May} , 2017, by Robert Wolf, Trustee of the Bauer Family Trust.

My commission expires: 6-2-20 Notary Public Printed Name: Jeff Pinkney AREY PUR JEFF PINKNEY

ANRY PUR	JEFF PINKNEY
2 4 6	NOTARY PUBLIC
	STATE OF KANSAS
STATE OF KANSAS	My Appt. Exp. 6-2-20

STATE OF

COUNTY OF _____)

day of _____, 2017, by The foregoing instrument was acknowledged before me this Randall A. Norton and Judith K. Norton, husband and wife.

	My commission expires:
Notary Public	· · · · · · · · · · · · · · · · · · ·
Printed Name:	

PLEASE SIGN AND RETURN

AMENDMENT TO OIL AND GAS LEASE

WHEREAS, the following oil and gas lease:

Lessor:	Laurel R. Sargent and Darlene Sargent, his wife	
County: Lessee:	Ness County, KS Palomino Petroleum, Inc.	
Date:	August 23, 1993	
Lease Recorded:	Book 239, Page 19	

Legal Description: SE/4 Section 14, Township 17 South, Range 26 West

was executed and delivered by the lessor(s) named therein, and the undersigned now desires to amend said lease as set out below.

NOW, THEREFORE, the undersigned does hereby amend said oil and gas lease by adding the following paragraph:

"The following terms shall apply only to one well (or its replacement should a replacement well be required) designated the 'Norton-Bauer-Sargent Unit #1'. Should a horizontal well be drilled, a unit or units not exceeding 640 acres shall be used for the land covered by this lease, or any portion thereof, with other land covered by another lease or leases, for unitization of oil. Lessee shall execute in writing and file for record in the county in which the land is situated an instrument identifying and describing the pooled acreage. The entire acreage so pooled into a unit or units shall be treated for all purposes except the payments of royalties on production from the pooled unit, as if it were included in this lease. If production is found on any part of the pooled acreage it shall be treated as if production is had from this lease whether any well is located on the land covered by this lease or not. Any well drilled on any such unit shall be and constitute a well hereunder. In lieu of the royalties elsewhere herein specified, Lessor shall receive on production from the unit so pooled only such portion of the royalty stipulated herein as the amount of his net royalty interest therein on an acreage basis bears to the total mineral acreage so pooled in the particular unit involved."

Said lease shall remain unchanged in all of their other terms and provisions, and the undersigned does hereby ratify and confirm said lease, as amended, to be in full force and effect according to the terms thereof.

Executed this 14 day of March, 2018, to be effective as of this date.

Lynn R. Sargelst, Trustee Lynn R. Sargent Trust dated 12-14-06

ACKNOWLEDGEMENT

STATE OF Kansas

COUNTY OF Ness The foregoing instrument was acknowledged before me this 14 day of 2018, by Lynn R. Sargent, Trustee of the Lynn R. Sargent Trust dated CHRIS CHANEY Public, State of Kar Appointment Expire

My commission expires

Notary public Typed name: Chris Chaney

Low Josten Witness to Signature

3-14-18 Date



State of Kansas - Ness County Book: 395 Page: 783 Fee: \$21.00 Recorded: L r Initials: HH Date Recorded: 3/15/2018 8:15:00 AM

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