| 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

| Expected Spud Date: | Spot Description: |
|--|---|
| | Sec Twp S. R E W |
| PERATOR: License# | feet from N / S Line of Section |
| ame: | feet from E / W Line of Section |
| ddress 1: | Is SECTION: Regular Irregular? |
| olddress 2: State: Zip: + | (Note: Locate well on the Section Plat on reverse side) |
| contact Person: | County: |
| hone: | Lease Name: Well #: |
| | Field Name: |
| ONTRACTOR: License# | Is this a Prorated / Spaced Field? |
| ame: | Target Formation(s): |
| Well Drilled For: Well Class: Type Equipment: | Nearest Lease or unit boundary line (in footage): |
| Oil Enh Rec Infield Mud Rotary | Ground Surface Elevation:feet MSL |
| Gas Storage Pool Ext. Air Rotary | Water well within one-quarter mile: |
| Disposal Wildcat Cable | Public water supply well within one mile: Yes No |
| Seismic ; # of Holes Other | Depth to bottom of fresh water: |
| Other: | Depth to bottom of usable water: |
| If OWWO: old well information as follows: | Surface Pipe by Alternate: II III |
| il owwo. Old well illiothation as follows. | 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: |
| irectional, Deviated or Horizontal wellbore? | Water Source for Drilling Operations: |
| Yes, true vertical depth: | Well Farm Pond Other: |
| Bottom Hole Location: | DWR Permit #:(Note: Apply for Permit with DWR) |
| CC DKT #: | Will Cores be taken? |
| | If Yes, proposed zone: |
| AF | |
| AFI The undersigned hereby affirms that the drilling, completion and eventual plu | FIDAVIT |
| | agging of this well will comply with K.S.A. 55 et. seq. |
| t is agreed that the following minimum requirements will be met: | |
| 1. Notify the appropriate district office <i>prior</i> to spudding of well; | b dellica e el e. |
| 2. A copy of the approved notice of intent to drill shall be posted on each3. The minimum amount of surface pipe as specified below shall be set | • • |
| through all unconsolidated materials plus a minimum of 20 feet into th | |
| 4. If the well is dry hole, an agreement between the operator and the dis- | |
| 5. The appropriate district office will be notified before well is either plugg | |
| 6. If an ALTERNATE II COMPLETION, production pipe shall be cemente | |
| Or purguent to Appendix "P" Featern Kanaga surface assing order # | 133,091-C, which applies to the NCC District 3 area, alternate if cementing |
| Or pursuant to Appendix "B" - Eastern Kansas surface casing order #" must be completed within 30 days of the spud date or the well shall be | e plugged. In all cases, NOTIFY district office prior to any cementing. |
| • | e plugged. In all cases, NOTIFY district office prior to any cementing. |
| • | e plugged. In all cases, NOTIFY district office prior to any cementing. |
| must be completed within 30 days of the spud date or the well shall be | e plugged. In all cases, NOTIFY district office prior to any cementing. |
| must be completed within 30 days of the spud date or the well shall be | |
| must be completed within 30 days of the spud date or the well shall be ubmitted Electronically | Remember to: |
| must be completed within 30 days of the spud date or the well shall be upon the spud date or th | |
| must be completed within 30 days of the spud date or the well shall be updated Electronically For KCC Use ONLY API # 15 - | Remember to: - File Certification of Compliance with the Kansas Surface Owner Notification |
| must be completed within 30 days of the spud date or the well shall be about the spud date or the spud date or the spud date or the spud date or the well shall be about the spud date or the well shall be about the spud date or the spud | 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; |
| must be completed within 30 days of the spud date or the well shall be submitted Electronically For KCC Use ONLY API # 15 | 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; |
| must be completed within 30 days of the spud date or the well shall be spud date. | 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; |
| must be completed within 30 days of the spud date or the well shall be about the spud date or the spud date or the well shall be about the spud date or the well shall be about the spud date or the well shall be about the spud date or the well shall be about the spud date or the well shall be about the spud date or the spud d | 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); |
| must be completed within 30 days of the spud date or the well shall be ubmitted Electronically For KCC Use ONLY | 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; |

Well will not be drilled or Permit Expired Date: _

Signature of Operator or Agent:

Side Two

| For KCC Use ONLY | |
|------------------|---|
| API # 15 | _ |

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

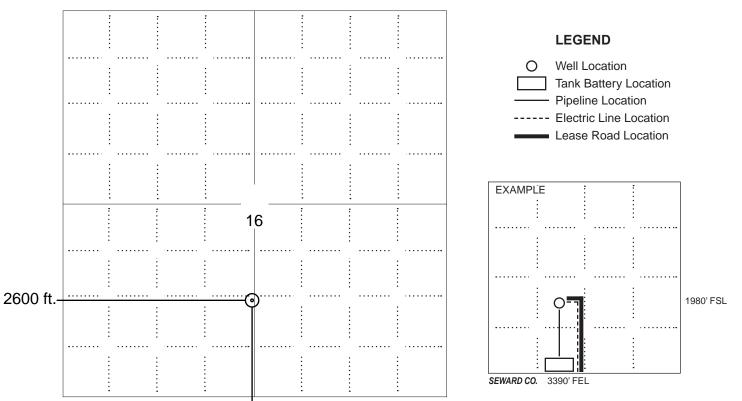
In all cases, please fully complete this side of the form. Include items 1 through 5 at the bottom of this page.

| 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.



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

1320 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.

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 | SecTwp R East West | |
| Settling Pit Drilling Pit | If Existing, date cor | nstructed: | Feet from North / South Line of Section | |
| Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled) | Pit capacity: | (111) | Feet from East / West Line of Section | |
| | - | (bbls) | County | |
| Is the pit located in a Sensitive Ground Water A | rea? Yes I | No | Chloride concentration: mg/l (For Emergency Pits and Settling Pits only) | |
| Is the bottom below ground level? Yes No Artificial Liner? Yes | | lo | How is the pit lined if a plastic liner is not used? | |
| Pit dimensions (all but working pits): | Length (fee | et) | Width (feet) N/A: Steel Pits | |
| Depth fro | om ground level to dee | pest point: | (feet) No Pit | |
| If the pit is lined give a brief description of the li material, thickness and installation procedure. | ilei | | dures for periodic maintenance and determining cluding any special monitoring. | |
| Distance to nearest water well within one-mile of | of pit: | Depth to shallor Source of inforr | west fresh water feet. | |
| feet Depth of water well | feet | 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 | l utilized in drilling/workover: | |
| Number of producing wells on lease: | | Number of work | ring pits to be utilized: | |
| Barrels of fluid produced daily: | | Abandonment p | procedure: | |
| Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No | | Drill pits must b | e closed within 365 days of spud date. | |
| | - | | | |
| Submitted Electronically | | | | |
| KCC OFFICE USE ONLY Liner Steel Pit RFAC RFAS | | | | |
| Date Received: Permit Numl | ber: | Permi | | |

Kansas Corporation Commission Oil & Gas Conservation Division

Form KSONA-1
January 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: C-1 (Intent) CB-1 (C | Cathodic Protection Borehole Intent) T-1 (Transfer) CP-1 (Plugging Application) | |
|---|---|--|
| OPERATOR: License # | Well Location: | |
| Name: | SecTwpS. R | |
| 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:+ | | |
| the KCC with a plat showing the predicted locations of lease roads, tank | dic Protection Borehole Intent), you must supply the surface owners and batteries, pipelines, and electrical lines. The locations shown on the plat at the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted. | |
| owner(s) of the land upon which the subject well is or will be lo | ct (House Bill 2032), I have provided the following to the surface cated: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form ceing 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 ow | cknowledge that, because I have not provided this information, the ner(s). To mitigate the additional cost of the KCC performing this of the surface owner by filling out the top section of this form and CCC, which is enclosed with this form. | |
| If choosing the second option, submit payment of the \$30.00 handling form and the associated Form C-1, Form CB-1, Form T-1, or Form CP-1 | fee with this form. If the fee is not received with this form, the KSONA-1 will be returned. | |
| Submitted Electronically | | |

DECLARATION OF POOLED UNIT

State:

KANSAS

County:

GRAHAM

Operator:

Effective Date:

BEREXCO LLC September 17, 2019

Operator, named above, pursuant to the authority granted by the terms of the oil and gas leases (the "Leases") described in Exhibit "A," pools and combines the following lands (the "Lands"), in the county and state named above, that are subject to the Leases, and designates the Lands as a Pooled Unit (the "Unit") for the purposes of drilling for and producing oil and/or gas:

> Township 8 South, Range 23 West Section 16: E1/2E1/2SW1/4 and W1/2W1/2SE1/4

The Unit created by this Declaration shall be known as the BBBL Unit. For the purpose of this Declaration and the designation of the BBBL Unit, reference is made to the Leases described in Exhibit "A" to this Declaration, insofar as the Leases cover the Lands included in the Unit. Exhibit "A" is made a part of this Declaration for all purposes.

Each of the Leases contain provisions or have been amended to include provisions authorizing the original Lessee and Lessee's successors or assigns to pool, combine, or unitize the Lands covered by each of the Leases with other lands and leases for the purpose of creating a unit for the production of oil or gas. This Declaration is executed by Operator and is filed of record in the county where the Lands are located for the purpose of exercising the pooling authority granted to the Lessee in the Leases, and giving notice of the Lands included in the Unit hereby established.

This Declaration shall be, and the Unit created, effective as of the Effective Date stated above and shall be in effect for one-hundred eighty (180) days from the Effective Date and as long thereafter as oil and/or gas is produced from a well or wells located on the Lands within the BBBL Unit or actual drilling or reworking operations are being conducted on the Lands within the BBBL Unit, with no cessation greater than the time periods provided for in the Leases, or for so long as the Leases otherwise remain in effect as to the Lands included in the BBBL Unit.

Executed this 17th day of September, 2019.

BEREXCO

Charles B. Spradlin, Jr Vice President

STATE OF KANSAS

COUNTY OF SEDGWICK

§ SS

This instrument was acknowledged to me on the 17th day of September, 2019, by Charles B. Spradlin, Jr., Vice President of BEREXCO LLC.

NOTARY PUBLIC - State of Kansas SAMUEL DEVIN SEWARD My Appt. Exp.

Notary Public in and for the State of KANSA Samuel Devin

Printed Name:

Commission expires:

STATE OF KANSAS GRAHAM COUNTY, KANSAS JUANITA TOLL REGISTER OF DEEDS

Book: 287 Page: 369-370

Receipt#: 41140 Pages Recorded: 2 Recording Fee: \$38.00

Guarita Toll Date Recorded: 9/23/2019 11:34:51 AM

2511370

Exhibit "A": Description of Oil and Gas Leases

Lease No.:

C-664A

Lessor:

Lyle Billips and Kappi Billips, husband and wife

Lessee: Lease Date: J. Fred Hambright, Inc. November 6, 2014

Recorded:

Book 270, Page 64, as extended by Extensions of Oil and Gas Lease dated October 27, 2016, recorded in Book 277, Page 108; October 10, 2017, recorded in Book 280, Page 720, and August 17, 2018, recorded in Book 283, Page 834

Legal:

INSOFAR AND ONLY INSOFAR AS SAID LEASE COVERS

Township 8 South, Range 23 West

Section 16: W1/2W1/2SE1/4

Lease No.:

C-664B

Lessor

Laverne Billips and Janet Billips, husband and wife

Lessee: Lease Date: J. Fred Hambright, Inc.

November 6, 2014

Recorded:

Book 270, Page 67, as extended by Extensions of Oil and Gas Lease dated October 26, 2016, recorded in Book 277, Page 107; October 10, 2017, recorded

in Book 280, Page 721, and August 21, 2018, recorded in Book 283, Page 963

Legal:

INSOFAR AND ONLY INSOFAR AS SAID LEASE COVERS

Township 8 South, Range 23 West

Section 16: W1/2W1/2SE1/4

Lease No:

Lessor:

Joy L. Radcliffe, Managing Partner of B Bar B Ranch, LLP

Lessee:

J. Fred Hambright, Inc.

Lease Date:

June 10, 2014

Recorded:

Book 268, Page 429, as extended by Extension of Oil and Gas Lease dated April

27, 2017, recorded in Book 279, Page 293

Legal:

INSOFAR AND ONLY INSOFAR AS SAID LEASE COVERS

Township 8 South, Range 23 West

Section 16: E1/2E1/2SW1/4

Lease No.:

C-468B

Lessor: Lessee: Denise M. Eklund, a single woman J. Fred Hambright, Inc.

Lease Date:

August 8, 2014

Recorded:

Book 269, Page 430

Legal:

INSOFAR AND ONLY INSOFAR AS SAID LEASE COVERS

Township 8 South, Range 23 West E1/2E1/2SW1/4

Section 16:

Lease No.:

C-468C

Lessor:

William A. Hull, Jr. and Vera M. Hull as trustees of the Vera M. Hull Revocable

Trust dated March 3, 1993

Lessee:

J. Fred Hambright, Inc.

Lease Date:

August 8, 2014 and ratified by William A., Hull, Jr. and Vera M. Hull by

Ratification of Oil and Gas Lease dated September 16, 2016, recorded in Book

276, Page 683

Recorded:

Book 269, Page 27

Legal:

INSOFAR AND ONLY INSOFAR AS SAID LEASE COVERS

Township 8 South, Range 23 West

Section 16:

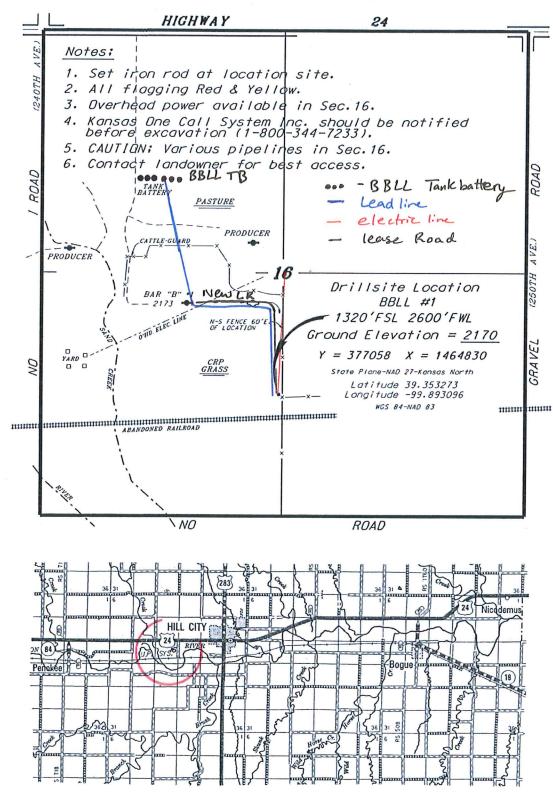
E1/2E1/2SW1/4

BEREXCO, LLC

BBLL LEASE

SW.1/4, SECTION 16, T8S, R23W

GRAHAM COUNTY, KANSAS



Controlling data is based upon the best maps and photographs available to us and upon a regular section of land containing 640 acres.

Elevations derived from National Geodetic Vertical Datum.

10001

October 3, 2019

^{*} Approximate section lines were determined using the normal standard of core of oilfield surveyors procticing in the state of Konsas. The section corners, which establish the precise section lines, were not necessarily located, and the exact location of the drillistie location in the section is not guaranteed. Therefore, the operator securing this service and accepting this plat and all other parties relying therein agree to half Central Konsas Diffield Services, Inc., its officers and employees harmless from all losses, costs and expenses and sold entities released from any liability from incidental or consequential damages.

Conservation Division 266 N. Main St., Ste. 220 Wichita, KS 67202-1513



Phone: 316-337-6200 Fax: 346-337-6211 http://kcc.ks.gov/

Laura Kelly, Governor

Dwight D. Keen, Chair Shari Feist Albrecht, Commissioner Susan K. Duffy, Commissioner

October 07, 2019

Bruce Meyer BEREXCO LLC 2020 N. BRAMBLEWOOD WICHITA, KS 67206-1094

Re: Drilling Pit Application BBLL 1 SW/4 Sec.16-08S-23W Graham County, Kansas

Dear Bruce Meyer:

District staff has inspected the above referenced location and has determined that the reserve pit shall be constructed <u>without slots</u>, 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 as soon as the Hutchinson Salt section has been drilled through and displacement of the fluids into the reserve pit has occurred. The fluids should be removed again within 72 hours after drilling operations have ceased.

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 (785) 261-6250 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 (785) 261-6250.