

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

**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.

Form T-1
April 2019
Form must be Typed
Form must be Signed
All blanks must be Filled

Check applicable boxes:

- ☒ Oil Lease: No. of Oil Wells 1 **
- ☐ 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
- ☐ Enhanced Recovery Project Permit No.: _____
- Entire Project: ☐ Yes ☐ No
- Number of Injection Wells _____ **

Field Name: MISSISSIPPIAN

**** Side Two Must Be Completed.**

Effective Date of Transfer: 04/18/2026

KS Dept of Revenue Lease No.: 148545

Lease Name: BELLERIVE

SW - NE - NW - NE Sec. 29 Twp. 10 R. 25 ☐ E ☒ W

Legal Description of Lease:

NORTHEAST QUARTER (NE/4) IN SECTION 29 TOWNSHIP 10 RANGE 25 AND
CONTAINING 160 ACRES, MORE OR LESS AND ALL ACCRETIONS THERETO

County: Graham

Production Zone(s): KING HILL SHALE, TORONTO, LANSING

Injection Zone(s): _____

Surface Pit Permit No.: _____
(API No. if Drill Pit, WO or Haul)

_____ feet from ☐ N / ☐ S Line of Section

_____ feet from ☐ E / ☐ W Line of Section

Type of Pit: ☐ Emergency ☐ Burn ☐ Settling ☐ Haul-Off ☐ Workover ☐ Drilling

Past Operator's License No. _____

Contact Person: _____

Past Operator's Name & Address: _____

Phone: 0

Date: _____

Title: Authorized KOLAR Agent

Signature: _____

New Operator's License No. 36199

Contact Person: SHELLIE HULSEY

New Operator's Name & Address: SMG Resources LLC

Phone: (316)208-3085

6031 N PROSPECT RD PARK CITY, KS 67204-2022

Oil / Gas Purchaser: CHS

New Operator's Email: SHELLIE@SMGRESOURCES.COM

Date: 09/03/2026

Title: Authorized KOLAR Agent

Signature: Shellie Hulsey

Acknowledgment of Transfer: The above request for transfer of injection authorization, surface pit permit # _____ has been noted, approved and duly recorded in the records of the Kansas Corporation Commission. This acknowledgment of transfer pertains to Kansas Corporation Commission records only and does not convey any ownership interest in the above injection well(s) or pit permit.

_____ is acknowledged as
the new operator and may continue to inject fluids as authorized by
Permit No.: _____. Recommended action: _____

Date: _____
Authorized Signature

_____ is acknowledged as
the new operator of the above named lease containing the surface pit
permitted by No.: _____.

Date: _____
Authorized Signature

DISTRICT _____ EPR 09/03/2026 PRODUCTION _____ UIC _____

KDOR Lease No.: 148545

[illegible]

* 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.

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

Form KSONA-1

July 2021

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 (Cathodic Protection Borehole Intent) ☒ T-1 (Transfer) ☐ CP-1 (Plugging Application)

OPERATOR: License # 36199
Name: SMG Resources LLC
Address 1: 6031 N PROSPECT RD
Address 2: _____
City: PARK CITY State: KS Zip: 67204 + 2022
Contact Person: SHELLIE HULSEY
Phone: (316) 208-3085 Fax: (_____) _____
Email Address: SHELLIE@SMGRESOURCES.COM

Well Location:
SW NE NW NE Sec. 29 Twp. 10 S. R. 25 ☐ East ☒ West
County: Graham
Lease Name: BELLERIVE Well #: See T1 Side Two

If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:

**NORTHEAST QUARTER (NE/4) IN SECTION 29
TOWNSHIP 10 RANGE 25 AND CONTAINING 160
ACRES, MORE OR LESS AND ALL ACCRETIONS
THERETO**

Surface Owner Information:

Name: BELLERIVE IRREVOCABLE FARM TRUST DATED JANUARY 9, 2020
Address 1: 1269 F RD
Address 2: _____
City: MORLAND State: KS Zip: 67650 + _____

When filing a Form T-1 involving multiple surface owners, attach an additional 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 county, and in the real estate property tax records of the county treasurer.

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 (see Chapter 55 of the Kansas Statutes Annotated), 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.

I hereby certify that the statements made herein are true and correct to the best of my knowledge and belief.

Date: 09/03/2026 Signature of Operator or Agent: Shellie Hulsey Title: Authorized KOLAR Agent

63U (Rev. 1993)

OIL AND GAS LEASE

AGREEMENT, Made and entered into the 18th day of April, 2026
by and between Harold Bellerive and Sandy Bellerive, Trustees of the Bellerive Irrevocable Farm Trust

whose mailing address is 1269 F Road, Morland, Kansas 67650 hereinafter called Lessor (whether one or more),
and GZ Sales & Service, LLC hereinafter called Lessee:
Lessor, in consideration of One and More Dollars (\$ 1.00 & More) in hand paid,

receipt of which is here acknowledged and of the royalties herein provided and of the agreements of the lessee herein contained, hereby grants, leases and lets exclusively unto lessee for the purpose of investigating, exploring by geophysical and other means, prospecting drilling, mining and operating for and producing oil, liquid hydrocarbons, all gases, and their respective constituent products, injecting gas, water, other fluids, and air into subsurface strata, laying pipe lines, storing oil, building tanks, power stations, telephone lines, and other structures and things thereon to produce, save, take care of, treat, manufacture, process, store and transport said oil, liquid hydrocarbons, gases and their respective constituent products and other products manufactured therefrom, and housing and otherwise caring for its employees, the following described land, together with any reversionary rights and after-acquired interest, therein situated in County of Graham State of Kansas Described as follows to wit:

Northeast Quarter (NE/4)

In Section 29 Township 10 Range 25 and containing 160 acres, more or less and all accretions thereto

Subject to the provisions herein contained, this lease shall remain in force for a term of Six (6) months from this date (called "primary term") and as long thereafter as oil, liquid hydrocarbons, gas or other respective constituent products, 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 pipe line to which lessee may connect wells on said land, the equal one-eighth (1/8) part of all oil produced and saved from the leased premises.

2nd. To pay lessor for gas of whatsoever nature or kind produced and sold, or used off the premises, or used in the manufacture of any products therefrom, one-eighth (1/8), at the market price at the well, (but, as to gas sold by lessee, in no event more than one-eighth (1/8) of the proceeds received by lessee from such sales), for the gas sold, used off the premises, or in the manufacture of products therefrom, said payments to be made monthly. Where gas from a well producing gas only is not sold or used, lessee may pay or tender as royalty One Dollar (\$1.00) per year per net mineral acre retained hereunder, and if such payment or tender 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 lessee shall commence to drill a well within the term of this lease or any extension thereof, the lessee shall have the right to drill such well to completion with reasonable diligence 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 as 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 for shall be paid the said lessor only in the proportion which lessor's interest bears to the whole and undivided fee.

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

Lessee shall have the right at any time to remove all machinery and fixtures placed on said premises, including the right to draw and remove casing.

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

Lessee may at any time execute and deliver to lessor or place of record a release or releases covering any portion or portions of the above described premises and thereby surrender this lease as to such portion or portions and be relieved of all obligations as to the acreage surrendered.

All express or implied covenants of this lease shall be subject to all Federal and State Laws, Executive Orders, Rules or Regulations, and this lease shall not be terminated, in whole or in part, nor lessee 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 agrees that the lessee shall have the right at any time to redeem for lessor, by payment any mortgages, taxes or other liens on the above described lands, in the event of default of payment by lessor, and be subrogated to the rights of the holder thereof, and the undersigned lessors, for themselves and their heirs, successors and assigns, 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 lease is made, as recited herein.

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 and 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 40 acres each in the event of an oil well, or into a unit or units not exceeding 640 acres each in the event of a gas well. Lessee shall execute in writing and record in the conveyance records of the county in which the land herein leased is situated an instrument identifying and describing the pooled acreage. The entire acreage so pooled into a tract or unit shall be treated, for all purposes except the payment of royalties on production from the pooled unit, as if it were included in this lease. If production is found on the pooled acreage, it shall be treated as if production had from this lease, whether the well or wells be located on the premises covered by this lease or not. In lieu of the royalties elsewhere herein specified, lessor shall receive on production from a unit so pooled only such portion of the royalty stipulated herein as the amount of his acreage placed in the unit or his royalty interest therein on an acreage basis bears to the total acreage so pooled in the particular unit involved.

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

X:

Harold Bellerive, Trustee

X:

Sandy Bellerive, Trustee

STATE OF KANSAS, GRAHAM COUNTY, KANSAS
DANI ROEDER, REGISTER OF DEEDS

Book: 311 Page: 824-825

Receipt #: 47543

Pages Recorded: 2

Recording Fee: \$38.00

Date Recorded: 4/17/2026 3:48:00 PM

State of KANSAS
County of Graham

ACKNOWLEDGMENT FOR INDIVIDUAL
(Kans. Okla. and Colo.)

311/825

Before me, the undersigned, a Notary Public, within and for said County and State on this
17th day of April, 2026, personally appeared Harold Bellerive and Sandy Bellerive,
Trustees of the Bellerive Irrevocable Farm Trust

to me personally known to be the identical person who executed the within and foregoing instrument and acknowledged to me
that she executed the same as her free and voluntary act and deed for the uses and purposes therein set forth.

IN WITNESS WHEREOF, I have hereunto set my hand and official seal on the day and year last above written.

My commission expires: 01/01/2029

Kendal Robinson
Notary Public



RELEASE OF OIL AND GAS LEASE

KNOW ALL MEAN BY THESE PRESENTS:

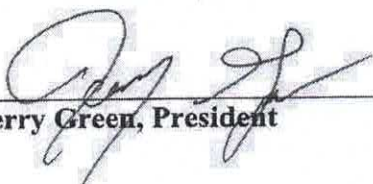
Castle Resources, Inc., pursuant to the authority granted in the following described Oil and Gas Lease:

Lessors: Bellerive Irrevocable Farm Trust dated June 9, 2020
Lessees: Palomino Petroleum, Inc.
Date: April 6, 2023
Recorded: Book 301, Page 130
Legal Description: NE/4 of 29-10-25 Graham County, Kansas

does hereby release, relinquish, surrender, and forever quitclaim all its right, title, and interest in and to the Lease, to the current mineral owners of the land covered by said Lease.

Executed this 17th day of April, 2026

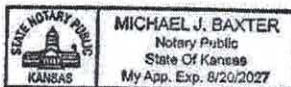
Castle Resources, Inc.



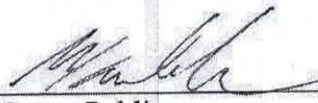
Jerry Green, President

STATE OF Kansas, COUNTY OF Ellis, ss:

The foregoing instrument was subscribed, sworn, and acknowledged before me this 17th day of April, 2026, by **Jerry Green, President of Castle Resources, Inc.**



Appointment Expires



Notary Public



STATE OF KANSAS GRAHAM COUNTY, KANSAS
DANI ROEDER REGISTER OF DEEDS
Book: 311 Page: 822
Receipt #: 47543
Pages Recorded: 1

Recording Fee: \$21.00

Date Recorded: 4/17/2026 3:47:00 PM



STATE OF KANSAS GRAHAM COUNTY, KANSAS

DANI ROEDER REGISTER OF DEEDS

Book: 311 Page: 823

Receipt #: 47543

Pages Recorded: 1

Recording Fee: \$21.00

Date Recorded: 4/17/2026 3:47:30 PM

AFFIDAVIT OF NON-PRODUCTION AND NON-DEVELOPMENT

Harold Bellerive, of lawful age first being duly sworn on oath states:

1. I am a resident of Graham County, Kansas and am familiar with the following described real estate:

Northeast Quarter (NE/4) of Section Twenty-nine (29), Township Ten (10) South, Range Twenty-five (25) West of the 6th P.M., Graham County, Kansas

2. I am familiar with that certain Oil and Gas Lease, dated April 6, 2023, filed in Book 301, Page 130, from the Bellerive Irrevocable Farm Trust to Palomino Petroleum, Inc., covering the above described Land for a primary term of three (3) years.

3. I know of my own personal knowledge that Satchell Creek Petroleum, LLC acquired ownership of the above described Oil and Gas Lease and drilled three oil wells on the above described Land: (1) Bellerive A1-29; (2) Bellerive A2-29; and (3) Bellerive A3-29.

4. I know of my own personal knowledge that the Bellerive A2-29 and Bellerive A3-29 were drilled as dry holes and have never produced oil and/or gas.

5. I know of my own personal knowledge that the Bellerive A1-29 was completed as a producing oil well, but has not produced any oil and/or gas since January of 2024.

6. I know of my own personal knowledge that the primary term of the above described Oil and Gas Lease ended on April 6, 2026, that there was no production of oil and/or gas on the above described Land on April 6, 2026, and that there were no drilling operations or other development on the above described Land on April 6, 2026.

7. I know of my own personal knowledge that due to the lack of production and development on the above described Land on April 6, 2026, that the above described Oil and Gas Lease has terminated.

FURTHER AFFIANT SAITH NAUGHT.


Harold Bellerive

STATE OF KANSAS, COUNTY OF Graham

ACKNOWLEDGED and SUBSCRIBED AND SWORN to before me this 17th day of April, 2026 by Harold Bellerive.


Notary Public

01/01/2029
Appointment Expires

