## 15-185-23420-000

## KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form CDP-1 April 2004 Form must be Typed

### **APPLICATION FOR SURFACE PIT**

Submit in Duplicate

Operator Name: T-N-T ENGINEERING, INC.			License Number: 33699				
Operator Address: 3711 MAPLEWOOD, SUITE 201 WICHITA FALLS, TX 76308							
Contact Person: RICKEY POPP			Phone Number: ( 620 ) 786 - 5514				
Lease Name & Well No.: Helmers Unit 1			Pit Location (QQQQ):				
Type of Pit:	Pit is:						
Emergency Pit Burn Pit Settling Pit Drilling Pit	Proposed ✓ Existing  If Existing, date constructed:		Sec. 12 Twp. 22 R. 12 ☐ East ✓ West 990				
Workover Pit	9-25-06		Feet from V North / South Line of Section 330				
(If WP Supply API No. or Year Drilled)	Pit capacity: 3000	(bbls)	Feet from ☐ East / ✓ West Line of Section  STAFFORD County				
Is the pit located in a Sensitive Ground Water	Area? <b>V</b> Yes ✓		Chloride concentration: mg/l				
		<u>.</u>	(For Emergency Pits and Settling Pits only)				
Is the bottom below ground level?  Yes No	Artificial Liner?  ☐ Yes ✓	No	How is the pit lined if a plastic liner is not used?				
			NATIVE CLAY				
Pit dimensions (all but working pits):10			Width (feet) N/A: Steel Pits				
Depth fr	om ground level to de	eepest point: 4	(feet)				
If the pit is lined give a brief description of the material, thickness and installation procedure	edures for periodic maintenance and determining including any special monitoring.						
		HAUL FREE FLUIDS, MONITOR FOR DRYNESS,					
		BACKFILL AS SOON AS POSSIBLE					
			20 %				
			Depth to shallowest fresh water 20 feet. Source of information:				
		measuredwell owner electric logKDWR					
Emergency, Settling and Burn Pits ONLY:		Drilling, Workover and Haul-Off Pits ONLY:					
Producing Formation:		Type of materia	Type of material utilized in drilling/workover: CHEMICAL MUD				
Number of producing wells on lease:		Number of working pits to be utilized: 1					
Barrels of fluid produced daily:	**	Abandonment procedure: HAUL OFF FREE FLUID, MONITOR FOR DRYNESS, BACKFILL					
Does the slope from the tank battery allow all	spilled fluids to	AS SOON AS POSSIBLE					
flow into the pit? Yes No		Drill pits must be closed within 365 days of spud date.					
I hereby certify that the above statements are true and correct to the best of my knowledge and belief.							
1-29-07 Ruhy Pro							
Date Signature of Applicant or Agent							
KCC OFFICE USE ONLY  RFA-S4-C							
Date Received: 2/1/07 Permit Number: 15-185-234/20 18 Permit Date: 2/2/07 Lease Inspection: Myes No							
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Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

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# KANSAS

CORPORATION COMMISSION

KATHLEEN SEBELIUS, GOVERNOR BRIAN J. MOLINE, CHAIR ROBERT E. KREHBIEL, COMMISSIONER MICHAEL C. MOFFET, COMMISSIONER

February 2, 2007

Mr. Rickey Popp T-N-T Engineering, Inc. 3711 Maplewood Ste 201 Wichita Falls, TX 76308

RE:

Haul-Off Pit Application

Helmers Unit Lease Well No. 1 NW/4 Sec. 12-22S-12W Stafford County, Kansas

Dear Mr. Popp:

District staff has inspected the above referenced location and has determined that the haul-off pit shall be constructed <u>without slots</u>, the bottom shall be flat and reasonably level, and free fluids must be removed. The fluids are to be removed from the haul-off pit as soon as the Hutchinson Salt section has been drilled through and displacement of the fluids into the haul-off pit has occurred. The fluids should be removed again as soon as practical 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 (620) 225-8888 when the fluids have been removed. Please file form CDP-5 (August 2004), Exploration and Production Waste Transfer, within 30 days of fluid removal. Conservation division forms are available through our office and on the KCC web site: www.kcc.state.ks.us/conservation/forms.

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 undersigned at the above address.

Sincerely,

Kathy Havnes

**Environmental Protection and Remediation Department** 

cc: S Durrant



CORPORATION COMMISSION

KATHLEEN SEBELJUS, GOVERNOR BRIAN J. MOLINE, CHAIR ROBERT E. KREHBIEL, COMMISSIONER MICHAEL C. MOFFET, COMMISSIONER

## HAUL-OFF PIT APPLICATION FILING REQUIREMENTS

82-3-607.	DISPOSAL O	F DIKE AND PIT	CONTENTS

- (a) Each operator shall perform one of the following when disposing of dike or pit contents:
  - (1) Remove the liquid contents to a disposal well or other oil and gas operation approved by the commission or to road maintenance or construction locations approved by the department;
  - (2) dispose of reserve pit waste down the annular space of a well completed according to the alternate I requirements of K.A.R. 82-3-106, if the waste to be disposed of was generated during the drilling and completion of the well; or
  - (3) dispose of the remaining solid contents in any manner required by the commission. The requirements may include any of the following:
    - (A) Burial in place, in accordance with the grading and restoration requirements in K.A.R. 82-3-602 (f);
    - (B) removal and placement of the contents in an on-site disposal area approved by the commission;
    - (C) removal and placement of the contents in an off-site disposal area on acreage owned by the same landowner or to another producing lease or unit operated by the same operator, if prior written permission from the landowner has been obtained; or
    - (D) removal of the contents to a permitted off-site disposal area approved by the department.
- (b) Each violation of this regulation shall be punishable by the following:
  - (1) A \$1,000 penalty for the first violation;
  - (2) a \$2,500 penalty for the second violation; and
  - (3) a \$5,000 penalty and an operator license review for the third violation.

### Complete and return with Haul-Off Pit Application, Form CDP1(2004)

Haul-off pit will be located in an on-site disposal area: 

Yes 

No

Haul-off plt is loca  ☐Yes ☐No  permission to hau	ır yeş, wnitte	In <b>Dermission</b> from the	creage owned by the same lar land owner must be obtained	idowner: d. Attach written
same obelator X	Jies LINO	IT yes, written permissio	nother <u>producing</u> lease or un on from the land owner must be overs the acreage where the h	anhtained Attach

located, to the haul-off pit application.
Conscivation Division, Finney State Office Building, 130 S. Market, Room 2078, Wichita, KS 67202-3802

Voice 316.337.6200 Fax 316.337.6211 www.kcc.state.ks.us

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Lu Ann Brister
Register of Deeds
Stafford County, KS
Books 189 Page: 176
Receipt 4: 3387
Pages Recorded: 13
Date Recorded: 12/19/2005 10:10:43 AM

### ASSIGNMENT, BILL OF SALE AND CONVEYANCE

This Assignment Bill of Sale and Conveyance (the "Assignment") dated effective as of 7:00 a.m., local time, October 1, 2005, hereinafter referred to as the "Effective Time."

White Eagle Resources Corp., a Colorado corporation, whose address is P.O. Box 270948, Louisville, CO 80027 (hereinafter referred to as "Assignor") for and in consideration of the sum of One Hundred Dollars (\$100.00) and other good and valuable consideration the receipt and sufficiency of which are hereby acknowledged by Assignor, does hereby assign, transfer, grant and convey the following undivided interests into the Subject Property (defined below) unto the following (hereinafter referred to collectively as "Assignee"):

Amadeus Petroleum Inc., a Texas corporation, whose address is 3711 Maplewood, Suite 201, Wichita Falls, TX 76308 as to undivided 85% interest and DeWayne Travelstead, whose address is 3711 Maplewood, Suite 201, Wichita Falls, TX 76308 as to an undivided 15% interest. Note: Devayne Travelstead is the principal owner. The Subject Property shall mean:

The Subject Property shall mean:

The property for Amadeus.

- (a) The properties (including but not limited to the oil, gas and/or mineral leases and other leasehold interests (the "Leases")), described on Exhibit "A" attached hereto and made a part hereof for all purposes;
- (b) Without limitation of the foregoing, all other right, title, and interest of Assignor, of whatever kind or character, whether legal or equitable, and whether vested or contingent, in and to the oil, gas and all other hydrocarbons, whether liquid or gaseous (the "Hydrocarbons"), in, on or under or that may be produced from the lands covered by the Leases (the "Land") after the Effective Time and all other fee mineral and royalty interests and all other interests in minerals of any kind of whatever nature in, on or under the Leases and Land, together with all of Assignor's right, title, and interest in any overriding royalties, production payments and net profits interests in the Leases;

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- (c) The oil and gas wells located on the Leases and Lands, or lands pooled or unitized therewith which include the oil and gas wells described in Exhibit B attached hereto and made a part hereof for all purposes (the "Wells"), all injection and disposal wells on the Leases or Lands, and all personal property and equipment, including but not limited to compression facilities, gathering systems, tanks, flowlines and wellhead equipment currently in use and associated with the Wells;
- (d) The rights, to the extent applicable and transferable, in and to all existing and effective unitization, pooling and communitization agreements, declarations and orders, to the extent that they relate to or affect any of the interest described in (a) through (c) above or the post-Effective Time production of Hydrocarbons from the Leases and Lands;
- (e) The rights, to the extent applicable and transferable, in and to Hydrocarbon sales, purchase, gathering, transportation and processing contracts, operating agreements, exploration agreements, partnership agreements, farmout and farm-in agreements, seismic data agreements (to the extent transferable), and other contracts, agreements and instruments relating to the interests described in (a) through (d) above (including but not limited to AMI agreements, if any) excluding however, any insurance contracts;
- (f) The personal property, fixtures, improvements, permits, licenses, approvals, servitudes, rights-of-way, easements and other surface rights located on or used in connection with the properties and interests described in (a) through (e) above to the extent that they are located on the Leases or Lands;
- (g) The files, records, data and information in possession of Assignor relating to the items described in (a) through (f) above maintained by Assignor, including without limitation, title records (including title curative documents), surveys, maps and drawings, contracts, correspondence, geological records and information, production records, electric logs, core data, pressure data, decline curves, graphical production curves and all related matters and constructions documents, but excluding the following:

  (i) all of Assignor's internal appraisals and interpretive data related to the Leases and Lands, (ii) all information and data under contractual restrictions on assignment, (iii) all information subject to a privilege, (iv) Assignor's corporate financial, employee and general tax records that do not relate to the Subject Property, and (v) all accounting files that do not relate to the Subject Property.

TO HAVE AND TO HOLD the Subject Property, subject to all existing encumbrances, together with all and singular the rights and appurtenances thereto and anywise belonging unto Assignee, its successors, assigns and legal representatives, forever.

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EXCEPT AS EXPRESSLY SET FORTH HEREIN, THIS ASSIGNMENT IS EXECUTED WITHOUT ANY WARRANTY OF TITLE, EITHER EXPRESS. OR OTHERWISE EXCEPT THAT ASSIGNOR STATUTORY, WARRANTS TITLE, BY, THROUGH AND UNDER ASSIGNOR BUT NOT FURTHER, THIS ASSIGNMENT IS MADE WITHOUT ANY OTHERWISE. EXPRESS OR IMPLIED WARRANTY OR REPRESENTATION AS TO THE MERCHANTABILITY OF ANY OF THE EQUIPMENT, RECORDS OR OTHER PERSONAL PROPERTY INCLUDED IN THE SUBJECT PROPERTY OR ITS FITNESS FOR ANY PARTICULAR PURPOSE, AND WITHOUT ANY OTHER EXPRESS OR IMPLIED WARRANTY OR REPRESENTATION WHATSOEVER. IT IS UNDERSTOOD AND AGREED THAT ASSIGNEE SHALL HAVE INSPECTED THE LEASE FILES AND THE SUBJECT PROPERTY FOR ALL PURPOSES, INCLUDING WITHOUT LIMITATION FOR THE PURPOSE OF DETECTING THE OF NATURALLY OCCURING RADIOACTIVE MATERIAL PRESENCE (HEREINAFTER REFERRED TO AS "NORM") AND MAN MADE MATERIAL FIBERS (HEREINAFTER REFERRED TO AS "MMMF") AND SATISFIED ITSELF AS TO THE PHYSICAL AND ENVIRONMENTAL CONDITION OF THE SUBJECT PROPERTY, BOTH SURFACE AND SUBSURFACE, INCLUDING BUT NOT LIMITED TO CONDITIONS RELATED TO THE PRESENCE, RELEASE, OR DISPOSAL OF HAZARDOUS SUBSTANCES, AND THAT ASSIGNEE IS RELYING SOLELY UPON THE RESULTS OF SUCH INSPECTION OF THE SUBJECT PROPERTY AND SHALL ACCEPT ALL OF THE SAME "AS IS, WHERE IS" IN ITS PRESENT CONDITION AND WITH ALL DEFECTS AND FAULTS, KNOWN, UNKNOWN, APPARENT OR HIDDEN. IN ADDITION, ASSIGNOR SHALL MAKE NO WARRANTY OR REPRESENTATION, EXPRESS OR IMPLIED, AS TO THE ACCURACY OR COMPLETENESS OF ANY DATA, INFORMATION OR MATERIALS HERETOFORE OR HEREAFTER FURNISHED TO ASSIGNEE IN CONNECTION WITH THE SUBJECT PROPERTY, OR AS TO THE QUALITY OR QUANTITY OF HYDROCARBON RESERVES (IF ANY) ATTRIBUTABLE TO THE SUBJECT PROPERTY OR THE ABILITY OF THE SUBJECT PROPERTY TO PRODUCE HYDROCARBONS. ANY AND ALL SUCH DATA, INFORMATION. AND OTHER MATERIALS FURNISHED BY ASSIGNOR IS PROVIDED TO ASSIGNEE AS A CONVENIENCE AND ANY RELIANCE ON OR USE OF THE SAME SHALL BE AT ASSIGNEE'S SOLE RISK.

Notwithstanding any limitation in the foregoing, Assignee shall have full rights of substitution and subrogation of Assignor, its successors and assigns, in and to all warranties and covenants heretofore given by others in respect to the Subject Property or any part thereof. In addition, notwithstanding the above disclaimer of warranty, should Assignor obtain any subsequent or after acquired title or interest in the Leases, Assignor shall promptly assign such to Assignee. Assignor further assures Assignee that Assignor has not created any encumbrances or burdens that affect any of the Leases except for transfers or releases under the terms of the Contracts.

Taxes are to be allocated on the basis of the Effective Time, Assignor will pay those taxes attributable to the equipment and the production from the Leases accruing up to the Effective Time, and Assignee will pay those taxes attributable to the equipment and the production from the Leases accruing thereafter.

All expenses relating to the Subject Property that pertain to periods after the Effective Time, including, but not limited to, operating expenses, lease maintenance expenses, surface damages and restoration costs, royalties, taxes, and the like, will be credited or charged, as applicable, to Assignee. All revenues and expenses that relate to periods prior to the Effective Time to the extent that such have been billed or credited shall belong to or be the responsibility of Assignor to the extent not otherwise assumed by Assignee pursuant to the terms of this Assignment.

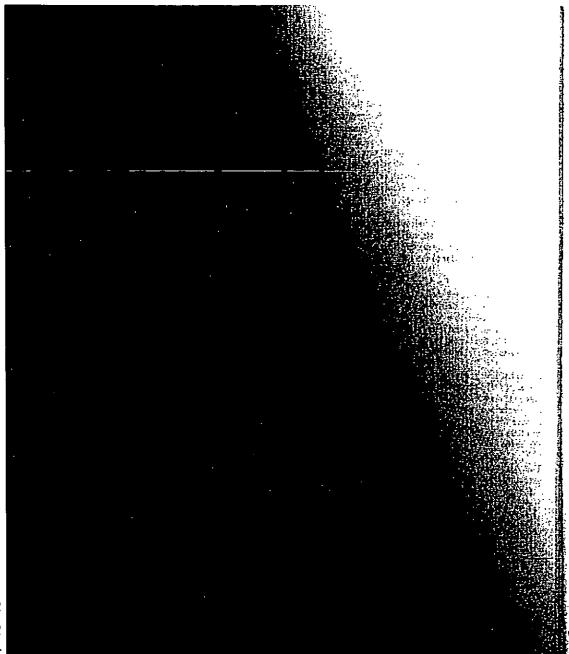
Other than the expenses covered in the preceding paragraph, Assignee agrees to protect, indemnify and hold Assignor harmless, free and clear of and from any and all liens, costs, expenses, claims, demands, actions, or causes of action of whatsoever nature, for any matter relating to the Subject Property that arises or is asserted subsequent to the Effective Time of this Assignment.

Assignor agrees to protect, indemnify and hold Assignee harmless, free and clear of and from any and all liens, costs, expenses, claims, demands, actions or causes of action of whatsoever nature, for any matter relating to the Subject Property insofar as such relate to the period of time prior to the Effective Time and have not otherwise been assumed by Assignee.

Assignor and Assignee shall execute, acknowledge, and deliver, or cause to be executed, acknowledged, and delivered, such instruments and take such other action as may be necessary or advisable to carry out their obligations under this Assignment. Assignor also hereby grants and transfers to Assignee, its successors and assigns, to the extent so transferable, the benefit of and the right to enforce the covenants and warranties, if any, which Assignor is entitled to enforce with respect to the Subject Property.

Notwithstanding any other provisions of this Assignment, this Assignment is made subject to that certain Purchase and Sale Agreement between Assignor and Assignee dated October 5, 2005, as amended. Such Purchase and Sale Agreement contains certain representations, warranties and agreements between the parties, some of which may survive the delivery of this Assignment, as more particularly provided in the Purchase and Sale Agreement, but third parties may conclusively rely on this Assignment to vest title to the Subject Property in Assignce.

This Agreement may be executed in counterparts, and shall be binding upon each party executing same, and effective as if all parties had signed the same document.



EXECUTED the date of acknowledgment for each of the undersigned, but effective as of the above stated Effective Time.

ASSIGNOR:

White Eagle Resources Corp.

White Eagle Resources Corp.

Chris Janee Jao, Vite Desident

Michael Janeezko Mesident

ASSIGNEE:

ATTEST

Amadeus Petroleum Inc.

STATE OF TEXAS COUNTY OF DALLAS

On this <u>28</u> day of <u>November</u>, 2005, before me appeared Michael Janeczko to me personally known, who, being by me duly swom, did say the he is the President of White Eagle Resources Corp. and that the foregoing instrument was signed on behalf of said company by the authority stated herein and he acknowledged the instrument to be the free act and deed of said company.

WITNESS my hand and official seal this 28 day of November, 2005.

My Commission Expires: 3-18-2006



Q:W7YCORFCLIENTS411760105CTAssignment, Bill of Sale and Cockeyance Form 4:20

Book: 189 Page: 181

STATE OF TEXAS COUNTY OF Dallas

On this <u>28</u> day of <u>November</u>, 2005, before me appeared <u>norfrey F. Tower</u>, to me personally known, who, being by me duly sworn, did say the he is the President of Amadeus Petroleum Inc. and that the foregoing instrument was signed on behalf of said company by the authority stated herein and he acknowledged the instrument to be the free act and deed of said company.

WITNESS my hand and official seal this 28 day of November 2, 2005.

My Commission Expires: 3-18-2006

Notary Public



JACQUELINE BARNES NOTARY PUBLIC STATE OF TEXAS Comm. Expires 3-18-2006

STATE OF TEXAS

COUNTY OF No. 1/4.5

On this <u>28</u> day of <u>November</u>, 2005, before me appeared DeWayne Travelstead, to me personally known, and the foregoing instrument was signed by such person as his free act and deed.

WITNESS my hand and official seal this 28 day of November, 2005.

mmission Expires: 3-18-2006

Notary Public

My Commission Expires: 3-18-2006

JACQUELINE BARNES

NOTARY PUBLIC STATE OF TEXAS Comm. Expires 3-18-2006

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#### EXHIBIT "A"

Attached to and made a part of that certain Assignment, Bill of Sale and Conveyance dated effective 7:00 a.m., local time, October 1, 2005, by and between White Eagle Resources Corp., as Assignor, and Amadeus Petroleum Inc. and DeWayne Travelstead, collectively as Assignée.

All of Assignor's right, title and interest in and to the following described Oil and Gas Leases:

F. INTRODUCTION INTERNATIONS OF CONTROL BELL OF Suits and Cours years Formation

Book: 189 Page: 186

Nina M. Fair, et al

Crawford Oil and Gas Reserves

September 13, 1971 Book 80, Page 103 ecorded:

scription: √E/2NW; SW/4NW/4 Section 4, Township 22 South, Range 11 West

Irma I. Smith essor:

essec: C. A. Underwood Dated: April 29, 1958

Recorded: Book 45, Page 501

Description: SW/4 Section 10, Township 25 South, Range 15 West

#### Florence Syms and Tiepermann-Syms Unit

Lessor: Florence Syms, et al

John R. Lebosquet Lessee: Dated:

May 29, 1942 Recorded: , Book 17, Page 106

Description: N/2NE/4 Section 20, Township 21 South, Range 12 West

#### Karl Teichman

Lessor: Karl Teichmann, et ux

Lessee: L. K. Parrish

Dated: October 6, 1939 Recorded: Book 12, Page 538

Description: SE/4 Section 10, Township 22 South, Range 12 West

### Tieperman "B" and Tiepermann-Syms Unit

Lesson Henry Tiepermann, et ux

Lessec: Stanolind Oil and Gas Company

Dated: February 5, 1942

Recorded: Book 16, Page 390 Description: S/2NE/4 Section 20, Township 21 South, Range 12 West

NOTE: Tiepermann-Syms Unit: SW/4NE/4NE/4; NW/4SE/4NE/4 Section 20, Township 21 South, Range 12 West

#### Wokoty

Lessor: Otto Wokaty, et ux

Lessee: P. H. Beckerdite

> RECEIVED FEB 3 1 2007 KCC WICHITA

Book: 189 Page: 187

June 10, 1944
Book 21, Page 9
W/2NW/4; W/2SE/4NW/4 (less and except one (1) acre in the northwest
Corner) Section 12, Township 22 South, Range 12 West

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KCC WICHITA

I Lloyd Willinger give permission to TNT Engineering Inc. to haul mud/cuttings from the Helmers Unit #1 to the Wokaty Lease.

Llyod Willinger

Date

Balton Hohn Agent)

;

Date

5m, 30-07