

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

Form T-1

June 2000

Form must be Typed

Form must be Signed

All blanks must be Filled

REQUEST FOR CHANGE OF OPERATOR

TRANSFER OF INJECTION OR SURFACE POND PERMIT

Check Applicable Boxes:

☐ Oil Lease: No. of Wells _____☒ Gas Lease: No. of Wells 1

** Side Two Must Be Completed.

☐ Saltwater Disposal Well - Docket No. _____

Spot Location: _____ feet from N / S Line

_____ feet from E / W Line

☐ Enhanced Recovery Project Docket No. _____Entire Project: ☐ Yes ☐ No

Number of Injection Wells _____

Field Name: Wayside - Havana

RECEIVED

MAR 23 2004

KCC WICHITA

Effective Date of Transfer: January 1, 2004Lease Name: Watson #3____ NE ____ NE ____ SW Sec. 25 Twp. 34S R. 13E ☒ E ☐ WLegal Description of Lease: 2310 FSL & 2970 FEL;
Sec. 25-34S-13ECounty: MontgomeryProduction Zone(s): Cherokee Coals

Injection Zone(s): _____

Surface Pond Permit # 15-125-29151

(API # If Drill Pit)

Identify:

☐ Emergency Pit☐ Burn Pit☐ Storage Pit☒ Drill PitPast Operator's License No. 04448Past Operator's Name & Address: Perkins Oil Enterprises, Inc.Post Office Box 707 Howard, Kansas 67349Title: PresidentContact Person: Mr. James R. PerkinsPhone: (620) 374-2133Date: March 1, 2004Signature: [Signature]New Operator's License No. 33344New Operator's Name & Address: Quest Cherokee LLC5901 North Western, Suite 200 Oklahoma City, OK 73118Title: CEOContact Person: Mr. Jerry CashPhone: (405) 840-9894Oil / Gas Purchaser: BlueStem Pipeline LLCDate: March 1, 2004Signature: [Signature]

Acknowledgment of Transfer: The above request for transfer of injection authorization, surface pond permit # 15-125-29151 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 pond permit.

_____ is acknowledged as the
new operator and may continue to inject fluids as authorized by
Docket # _____. Recommended action: _____

Date: _____
Authorized Signature

_____ is acknowledged as the
new operator of the above named lease containing the surface pond
permitted by # _____.

Date: _____
Authorized Signature

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

EP&R 6/1/05 PRO JUN 03 2005 KCC 6/2/05

* Location: Sec. 25-34S-13E

* 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 T-1

June 2000

Form must be Typed
Form must be Signed
All blanks must be FilledREQUEST FOR CHANGE OF OPERATOR
TRANSFER OF INJECTION OR SURFACE POND PERMIT

Check Applicable Boxes:

☐ Oil Lease: No. of Wells _____☒ Gas Lease: No. of Wells 1

** Side Two Must Be Completed.

☐ Saltwater Disposal Well - Docket No. _____

Spot Location: _____ feet from N / S Line

_____ feet from E / W Line

☐ Enhanced Recovery Project Docket No. _____Entire Project: ☐ Yes ☐ No

Number of Injection Wells _____

Field Name: Wayside - Havana

RECEIVED

MAR 23 2004

KCC WICHITA

Effective Date of Transfer: January 1, 2004Lease Name: Watson #3____ NE ____ NE ____ SW Sec. 25 Twp. 34S R. 13E ☒ E ☐ WLegal Description of Lease: 2310 FSL & 2970 FEL;

Sec. 25-34S-13E

W2, SW4SE4 of Sec 25County: MontgomeryProduction Zone(s): Cherokee Coals

Injection Zone(s): _____

Surface Pond Permit # 15-125-29151

(API # If Drill Pit)

Identify:

☐ Emergency Pit☐ Burn Pit☐ Storage Pit☒ Drill Pit C/O S.C.Past Operator's License No. 04448Past Operator's Name & Address: Perkins Oil Enterprises, Inc.Post Office Box 707 Howard, Kansas 67349Title: PresidentContact Person: Mr. James R. PerkinsPhone: (620) 374-2133Date: March 1, 2004Signature: James R. PerkinsNew Operator's License No. 33344New Operator's Name & Address: Quest Cherokee LLC5901 North Western, Suite 200 Oklahoma City, OK 73118Title: CEOContact Person: Mr. Jerry CashPhone: (405) 840-9894Date: March 1, 2004Signature: Jerry Cash

RECEIVED

MAR 15 2005

KCC WICHITA

Acknowledgment of Transfer: The above request for transfer of injection authorization, surface pond permit # 15-125-29151 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 pond permit.

_____ is acknowledged as the
new operator and may continue to inject fluids as authorized by
Docket # _____. Recommended action: _____

Date: _____
Authorized Signature

_____ is acknowledged as the
new operator of the above named lease containing the surface pond
permitted by # _____.

Date: _____
Authorized Signature

QUEST

Resource Corporation



Quest Cherokee, LLC

P.O. Box 707

Howard, KS 67349

May 26, 2005

Kansas Corporation Commission
Conservation Division
Finney State Office Building
130 S. Market, Room 2078
Wichita, KS 67202-3802

RECEIVED

MAY 31 2005

KCC WICHITA

In response to your letter dated May 5, 2005 regarding the Watson #3, API # 15-125-29151, in Sec. 25-34S-13E. This well has been plugged, therefore, it does NOT need to be transferred.

Thank you,

Wayne Willhite

bjs