011305 Fultz.pdf

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KCC WICHITA

Kansas Corporation Commission OIL & GAS CONSERVATION DIVISION

REQUEST FOR CHANGE OF OPERATOR TRANSFER OF INJECTION OR SURFACE PIT PERMIT

Check Applicable Boxes:	1
Oil Lease: No. of Oil Wells**	Effective Date of Transfer: 94/01/05 1-13-05
Gas Lease: No. of Gas Wells 1	KS Dept of Revenue Lease No.:
Gas Gathering System:	Lease Name: Fultz
Saltwater Disposal Well - Permit No.:	
Spot Location: feet from N / S Line	Sec. <u>35</u> Twp. <u>31S</u> R. <u>18</u> VE W
feet from E / W Line	Legal Description of Lease: S/2-SW/4 & Pt. SE/4
Enhanced Recovery Project Permit No.:	
Entire Project: Yes No	County: Labette
Number of Injection Wells**	1
Field Name: Dennis	Production Zone(s): Bartlesville
** Side Two Must Be Completed.	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:
	Date:
	Signature: Please see attached
Title:	Signature: Classe see as sure
22706	
New Operator's License No. 32786	Contact Person: Dave Kvach
New Operator's Name & Address:	Phone: 918 599–9327
Guardian Energy Consultants, Inc.	Oil / Gas Purchaser: . Atmos
03 S Cheyenne, Suite 403, Tulsa, OK 74103	Date: 9/28/2000
President	1100
Title:	Signature:OV IN YOUR
Acknowledgment of Transfer: The above request for transfer of injection	authorization, surface pit permit #has been
	ration Commission. This acknowledgment of transfer pertains to Kansas
Corporation Commission records only and does not convey any ownership	
,	, management and a second mana
is acknowleged as the	is acknowleged as the
new operator and may continue to inject fluids as authorized by	new operator of the above named lease containing the surface pit
Permit No.: Recommended action:	permitted by No.:
- Neddimensed sector.	political by Ho.
	Date:
Dale:	Authorized Signature
DISTRICT	PRODUCTION AUG 2 4 2005 UIC 8/24/05
Mail to: Past Operator New Operator	District

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

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Side Two

Must Be Filed For All Wells

KDOR Lease	No.:				
* Lease Name:	Fultz		* Location: S	ection 35-T31S-R18	
Well No.	API No. (YR DRLD/PRE 67)		Section Line from South Line)	Type of Well (Oil/Gas/INJ/WSW)	Well Status (PROD/TA'D/Abandoned)
#1	1509922814	500 FSUFNL	2310 FELFWL	Gas	PROD
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
	·	FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
	<u>.</u>	FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		No			
	•				
	-				
		عبرNL	FEL/FWL		

A separate sheet may be attached if necessary

^{*} 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.

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BILL OF SALE & ASSIGNMENT

(Labette County, Kansas)

FOR AND IN CONSIDERATION of the sum of one dollar and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, LABETTE ENERGY, LLC, a Kansas limited liability company, 8311 E. Val Da Ventura, #2038, Scottsdale, AZ 85258 and AZ HYDROCARBON, LLC, an Arizona limited liability company, 8311 E. Val Da Ventura, #2038, Scottsdale, AZ 85258 (collectively "Assignors"), hereby sell, transfer, convey, assign and deliver to DOUBLE EAGLE RESOURCES, LLC, an Arkansas limited liability company, 507 S. 14th, Fort Smith, AR ("Assignee"), all of Assignors' right, title and interest in and to those oil, gas, royalty, and mineral interests and leases described on Exhibit A, attached hereto and incorporated herein, and those rights-of-way, easements, County Road Agreements, Highway Permit Agreements, and other agreements concerning the pipeline located in Labette and Montgomery Counties, Kansas described on Exhibit A-1, attached hereto and incorporated herein.

This Assignment is and remains subject to that certain Asset Purchase Agreement between the Assignors and Assignee dated as of January 13, 2005, which Asset Purchase Agreement is incorporated herein by this reference. Capitalized terms used but not defined herein shall have the meanings ascribed to them in the Asset Purchase Agreement.

For the same consideration, Assignors assign and transfer to Assignee all of Assignors' right, title and interest in and to the Transferred Assets including the Leasehold Interests, the Pipeline Interests, the Equipment, the Contracts, the Books and Records, and other properties, contracts and interests described in Section 1.1(a) of the Asset Purchase Agreement.

Assignors warrant that they have good and marketable title to the Transferred Assets. Assignors further warrant that the personal property and tangible assets being conveyed hereby and are in good condition and working order, normal wear and tear excepted, and free, to the best knowledge of Assignors, from defects other than such minor defects that do not interfere with the continued use thereof in the conduct of normal business operations.

This Assignment shall not be deemed to supersede any of the terms of the Asset Purchase Agreement, and if there is any conflict between the terms of this Assignment and the terms of the Asset Purchase Agreement, the terms of the Asset Purchase Agreement shall prevail.

This Assignment shall be binding upon and inure to the benefit of the parties and their respective successors and assigns. This Assignment shall be effective as of the Effective Time as defined in the Asset Purchase Agreement.



EXECUTED THIS 13th day of January, 2005.

LABETTE ENERGY, LLC

By:

Larry L. Lozensky

AZ HYDROCARBON, LLC

By:

Larry L. Lozensky

DOUBLE EAGLE RESOURCES, LLC

By:

C. Marty Goins, President

[Acknowledgements to Follow.]

ACKNOWLEDGMENT

STATE OF 22 Control)	
STATE OF (STATE OF (STATE OF (STATE OF (STATE OF (STATE OF (STATE OF OT OF OT	
The foregoing was acknowledged 2005, by Larry L. Lozensky, the said company.	before me this day of October of Labette Energy, LLC on behalf o
Witness my hand and official seal.	Notary Public
My Commission Expires:	
7 18 101	
STATE OF VICTORIAN) SS: COUNTY OF VICTORIAN)	OWLEDGMENT
COUNTY OF CERTIFICATION	
The foregoing was acknowledged be 2005, by Larry L. Lozensky, the Warry L. said company.	efore me this day of Curion dehalf of
Witness my hand and official seal.	Notary Public
	Notary I done
My Commission Expires:	
5 17.74	

SCANNED

ACKNOWLEDGMENT

STATE OF ARKANSAS)	
	efore me this 15 day of 13/16/2015, able Eagle Resources, LLC on behalf of said
company.	
Witness my hand and official seal.	Motary Public Jane Decance
My Commission Expires:	

No.	Lessor	Lessee	Date			Bk Pg	1	Description	Twn	Rng Acres	Acres
	1 Ernest W. Brothers and	James D. Lorenz &	2	က	1986	22	28 E	28 E/2 NE/4 Section 20	328	18E	80.00
	Arlene Brothers	A.W. Brecheisen									
	2 Elwyn D. Ellison and Bertha	Lester R. Myers	9	4	1984	20	280	280 NE/4 less railroad right of way, Section 29	32S	18E	150.00
	IVI. Ellisoli	L		!	, 00,	i	00		000	7	40000
. ,	3 James L. Getman, a single	C.N.B. Enterprises	7	7	1994	25	128	128 NE/4 Section 3	328	71E	160.00
	person										
,	edeke and Winona	C.N.B. Enterprises	2	7	1994	56	75	E/2 SE/4 Section 3	328	21E	80.00
	Coedeke					-	1			-	
	5 Merle Hucke and Luvonne Hucke	James D. Lorenz	о	_	1986	22	150	150 E/2 Section 13	32S	18日	320.00
	6 Alan A. Jones and Deanna	Dever Exploration.	2	-	1983	19	36	36 S/2 SW/4 Section 11, NW/4 and the North 65	328	18E	465.00
	Jones	lnc.					10 07	acres of the SW/4 Section 14 and the NE/4 Section 15			
	7 Byron David Jones and Ruth Dever Exploration,	Dever Exploration,	2	-	1983	19	38	cres of the South 95 acres of the	328	18E	370.00
	M. Jones	Inc.				-		SW/4 Section 14 and the S/2 Section 15			
	8 George M. Kudrick and	A.W. Brecheisen &	7	15	1985	21	221	221 SE/4 E of road, Section 22 and W/2 SW/4	328	18E	240.00
	Virginia L. Kudrick	James D. Lorenz			-			Section 23			
	9 David Myers	Triple-T Pipeline, Inc.	9	19	1985	22	83	83 NE/4 in Section 22	328	18E	160.00
-	10 David E. Myers and Janet	A.W. Brecheisen &	9	13	1986	22	92	92 NE/4 less railroad r-o-w in Section 32 and	328	18E	320.00
	Myers	James D. Lorenz						NW/4 in Section 33			
_	11 Lester R. Myers and/or	James D. Lorenz	8	28	1987	22	283	283 SE/4 Section 21, SW/4 Section 22, N/2 NE/4	32S	19E	480.00
	Arlene Myers	and/or Helen L.						and N/2 SE/4 Section 28			
		Lorenz									
	12 Lester R. Myers and Neva	A.W. Brecheisen &	10	4	1984	21	31	31 NW/4, NE/4, SE/4 and the E/2 SW/4 of	328	18E	120.00
	Arlene Myers	James D. Lorenz						Section 27		t	
_	13 Lester Myers and Arlene	James D. Lorenz	6	_	1986	22	151	151 NE/4 Section 23, Township 32 South, Range	328		320.00
	Myers							18 East, and SE/4 Section 17, Township 32			
						1		South, Range 19 East			



Exhibit A

è	Lessor	Lessee	Date			Bk Pg		Description		Twn	_	Acres
-	Mark Myers and Rita Myers	John B. Spooner	-	Θ	1989	23	123	123 Commencing at the Northeast corner of the Northwest Quarter (NWV4) of Section Thirty-three (33), Township Thirty-two (32) South of Range Eighteen (18) East of the 6th P.M., thence running South along the East line of said quarter section to the right-of-way of the St. Louis and San Francisco R.R.; thence in a Northwesterly direction along the said right-of-way to the North line of said quarter section; thence East along the North line of said Quarter section to the place of beginning. And, all that part of the Southwest Quarter (SWV4) of Section Twenty-eight (28), Township Thirty-two (32), Range Eighteen East (18E), which lies South of public road, commencing at a point 34 rods and 18 links South of center of Section Twenty-eight (28), thence South 84 deg. West, 69 rods and 5 links, thence North 55 deg. West, 19 rods and 12 links, thence north 55 deg. West, 19 rods and 12 links, thence in a Northwesterly direction to the Northwest corner of the Southwest Quarter (SWV4) of Section Twenty-eight (28), Township Thirty-two (32), Range Eighteen (18), containing 135 acres more or less, except right-of-way of St. Louis and San Franci	of of to	32S	18E	135.00
~	15 Richard E. Parks and Margaret E. Parks	Triple T Pipeline, Inc.	4	15	1989	23	441	144 NW/4; all that part of the SW/4 which lies North and East of a road in the N/2 of said quarter section, all in Section 28		32S	18E	200.00

Exhibit A to that Assignment by Labette Energy, LLC and AZ Hydrocarbon, LLC, Seller, to Double Eagle Resources, LLC, Buyer

No.	Lessor	Lessee	Date			Bk	Pa	Description	L F		Rng Acres
16	16 L.F. Peterson and Alice	A.W. Brecheisen &	8	2	1985	22	91	91 S/2 SE/4, minus 10 acres for house, Section	328	1	70.00
	- 1	James D. Lorenz						21			
~	17 John B. Spooner and Susan M. Spooner	Jim Lorenz	4	9	1989	23	150	Southeast Quarter (SE/4), thence running South 660 feet, thence West 660 feet, thence North 660 feet, thence East 660 feet to place of beginning.	328	18E	10.00
18	18 Marion Sue Weil and Corrin Weil	Bert C. Carlson	2	9	1998	26	27	27 SE/4 SE/4 Section 17	338	19E	40.00
15	19 Michael J. Zwahlen and Tonya Zwahlen, husband and wife, and Dennis E. Zwahlen and Shirley Żwahlen, husband and wife	C.N.B. Enterprises	2	m	1994	25	129	Commencing at the SE/c W/2 SE/4 Except: Commencing at the SE/c W/2 SE/4, thence N 376.5 feet, thence W 987.8 feet, thence S 376.5 feet, thence E 988 feet to point of beginning, and except so much thereof as may be used for public highway or road, all in Section 3	328	21E	204.50
20	20 Blanche A. Ellis, a single person, Gerald R. Ellis and Edith I. Ellis, his wife, and Lewis D. Ellis and Mabel I. Ellis, his wife	Dever Exploration, Inc.	ō.	72	1983	19	349	349 SW/4 of Section 22	328	18E	160.00
2,	21 Mike Fultz and Carol Fultz	Bob Turlip d/b/a Triple Tee	4	29	1989	26	82	82 S/2 SW/4 and SW/4 SE/4 of Section 35	318	18E	120.00
22	22 Ruth E. Hiebert	UNI Exploration & Development, Inc.	12	10	1996	26	9/	76 An undivided 1/2 interest in the NW/4 of Section 24	348	19E	80.00
2	23 Daniel H. Hiebert Testamentary Trust	UNI Exploration & Development, Inc.	12	9	1996	26	77	77 An undivided 1/2 interest in the NW/4 of Section 24	348	19E	80.00



Acres	135.80
Rng A	Н — — — — — — — — — — — — — — — — — — —
1	!
Twn	
Pg Description	All of the SE/4 of Section 29, Township 32, Range 18, EXCEPT the following tract: the West 745 feet of the N/2 of said SE/4 and beginning at the SW/c of the SE/4 of Section 29, Township 32 South, Range 18 East of the 6th P.M., in Labette County, Kansas; thence N 90 deg. 00' E along the S line of said Section 29, 1057.65 feet; thence N 0 deg. 22' 30" W, 594.25 feet along an existing fence line; thence S 89 deg. 43' 30" W, 1035.40 feet along an existing fence line to the N-S centerline of said Section 29, as fenced; thence S 1 deg. 47' 08" W, 589.56 feet along an existing fence line to the point of beginning, containing 14.22 acres, more or less; EXCEPTING: Starting in the NE/c SE/4, thence running S 660'; thence W 660'; thence N 660'; thence E 660' to the POB. (Said lease to be tied to existing lease dated April 6, 1989, recorded in the Register of Deeds, Labette County, Kansas, in Léase Book 23, at page 150 [Spooner]).
B P	252
-	1992
	57
	<u>o</u>
Date	
Lessee	Robert Terlip, d/b/a Triple T. Pipeline
Lessor	24 James D. Lorenz
No.	24

(0)	pə	75.00	160.00	160.00	500.00	80.00
Rng Acres	Expired					
Rng	21E	21E	21E	21E	21E	21E
Twn	32S	318	318	32S	338	338
Bk Pg Description	28 2002 32 176 SW 1/4 and the NW 1/4 and West 76' ft SE 1/4 and NW 1/4 NRR and SE 1/4 of the NW 1/4 south of Railroad Section 21, Township 31, and Range 21. The SE 1/4 of the NE 1/4 EXC. BEG. Of the South West Corner North 525 ft then East 180ft then South 525 ft then West to point of beginning. Section 20 Twn 31 Rng. 21	10 28 2002 32 175 NW 1/4 North of railroad EXC. SW 1/4 & West 31S 76' ft of SE 1/4 & row. Except point from the Northwest Corner East 557ft then South 1320 ft, then West 557ft, then North 1320 ft to point of beginning, Section 21	10 25 2002 32 174 Northeast Quarter of Section 29, Range 31, and Township 21	2 15 2003 34 139 SE 1/4 Section 31	2 15 2003 34 141 West 1/2 and the North 1/2 of the Southeast 1/4 of Section 5, Township 33, and Range 21. Then the east 1/2 of the Northwest 1/4 and the west 1/2 of the northeast 1/4 Section 8, Township 33 and Range 21.	2 15 2003 34 140 West 1/2 of the Northeast 1/4 Section 5
Date						
Lessee	Double 7 Oil & Gas	Double 7 Oil & Gas	Double 7 Oil & Gas	Double 7 Oil & Gas	Double 7 Oil & Gas	Double 7 Oil & Gas
No. Lessor	25 Barbara & Evertt Smith	26 Larry W. & Vicky J. Cook	27 Raymond Cook	28 Arnold Korinek	29 David Sykes & Ellen E. Henry Double 7 Oil & Gas	30 Art & Nancy Korinek



assor	l pesse	Date		١	Rk Po		Description	N N	Rng Acres	cres
31 Tom & Peggy Minor	Double 7 Oil & Gas	10	58	2003	4£ -	2	1/4 of the Northeast Quarter, Lot 1 utheast Quarter of the Northeast 1/2 NE1/4) of Section 5, Township 21, EXCEPT Commencing at the corner of the Northeast Quarter of Township 33 South, Range 21 East Ownship 33 South, Range 21 East Own, thence North 1304 feet, St 1331.2 feet, thence South 1304 as East to point of beginning, ALSO or much thereof as is used for way or road, Labette County,	338	21 E	40.00
Carrol Dale & Alma L. Jones Revocable Trust	Double 7 Oil & Gas	က	20	2003	34	. MN 841	148 NW 1/4 Section 29, Twn 31, and Rng 21.	318	21E	161.00
Noble Green	Double 7 Oil & Gas	7	13	2003	34	146 S 1/2	146 S 1/2 of the SE 1/4 of Section 5	338	21E	80.00
34 Hosea & Mildred Banzet	Double 7 Oil & Gas	7	25	2003	34	143 N1/2 S1/2 and	143 N1/2 of the NE1/4, Section 18, T33, R20E; S1/2 of the SW1/4 of Section 8, T33, R20E; and Part NE1/4 of Section 12, T33, R19E	338	20E & 19E	281.00
35 Keith L. Shaffer Rev. Trust	Double 7 Oil &Gas	7	26	2003	34	147 S 1/2 Rng 1/2 o TWN	147 S 1/2 of the NW 1/4 of Section 5, TWN 33, Rng 20 and the N 1/2 of the NE 1/4 and the N 1/2 of the S 1/2 of the NE 1/4 of Section 7, TWN 33, Rng 20.	338	20E	200.00
36 John W. Fisher	Double 7 Oil & Gas	2	25	2003	34	144 SE C	SE Quarter Section 8	338	21E	142.00
Leland O. Vanderford	Double 7 Oil & Gas	7	25	2003	34	150 N 1/2	150 N 1/2 of the NW 1/4 of Section 8	338	20E	80.00
38 Raymond Cook	Double 7 Oil & Gas	10	_	2001	31	102 Lots Lots the 5 Railr 31, F	102 Lots 1 & 2, Section 22 Twn 31, Rng 21 and Lots 3 & 4, and the NE 1/4 of the SE 1/4 and the SW 1/4 of the NE 1/4 lying N of the Frisco Railroad right of way, all in Section 21, Twn 31, Rng 21, Labette County.	318	21E	160.00

Exhibit A

to that Assignment by Labette Energy, LLC and AZ Hydrocarbon, LLC, Seller, to Double Eagle Resources, LLC, Buyer

No.	Lessor	Lessee	Date	B,	Bk Pg Description Twn	Rnc	Twn Rng Acres
36	39 Carol L. & Margret Cook	Double 7 Oil & Gas	7 26 2003	34	7 26 2003 34 144 NE 1/4 and the SE1/4 of the NW1/4 of Section 32S 21E	21E	606.00
					29, T32, R21E; S1/2 of the NW1/4 and the		
					N1/2 of the SW1/4 of Section 20, T32, R21E;		******
					N1/2 of the SW1/4 of Section 17, R32, R21E;		
					Lots 7 and 8 and the SW1/4 of the SW1/4		
					Incl. W 1/2 of the Neosho River in Section 16,		
					T32, R21E		
4	40 Raymond Cook	Double 7 Oil & Gas	10 8 2001 31	31	101 SE1/4 of the NW/14 of Section 28, T31, R21 31S	31S 21E	120.00
					and the NE1/4 of the NW1/4 of Section 9, &		
					T32, R21, and the N1/2 of the NW1/4 of		
					Section 28, T31, R21 except starting at 164.80		
					feet South of the NW/c; then 340 feet east;		
					then 535 feet South, then 340 feet West, then		
					535 feet North to POB.		
4	41 Stephen W. Davis and	Double 7 Oil & Gas	10 14 2001	31	10 14 2001 31 103 Pt of the SW1/4 NE1/4 Section 21, T31, R21; 31S 21E	21E	120.00
	Deborah M. Davis				Lot 5 and the Pt of the W1/2 SE1/4 of Section		
					21, T31, R21		
	TOTAL						7.465.30

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ORIGINAL COMPARED WITH RECORD

ASSIGNMENT AND BILL OF SALE KCC WICHITA KNOW ALL MEN BY THESE PRESENTS THAT:

Eneric Oil Group, Inc. individually and as Substitute General Partner of NEI Kansas Gas Pipeline, L.P. with offices at 56 East Burlington, Fairfield, Iowa (hereinafter called Assignor), for and in consideration of One Hundred Dollars (\$100.00) and other good and valuable consideration, receipt of which is hereby acknowledged, does hereby assign, transfer, grant, quitclaim and convey unto AZ Hydrocarbon, LLC, with offices at 2323 N. Central Avenue, #1701, Phoenix, Arizona (hereinafter called Assignee), all of Assignor's right, title and interest in and to the following:

- All of Assignor's right, title and interest in and to the leases (whether one or (i) more), force pooled interests, interests acquired under permits, rights-of-way, easements, licenses, farmouts, farmins, options, orders, and other contracts or agreements, and the lands covered thereby (the Leases), more fully and completely described on Exhibit "A" attached hereto and made a part hereof, together with the rights incident thereto, the personal Interests thereon, appurtenant thereto, or used or obtained in connection with said Leases; AND for the same consideration stated hereinabove, Assignor does hereby grant, convey, sell, assign, and transfer unto Assignee all of Assignor's right, title and interest in and to the wells located upon the Leases, or on lands pooled or unitized with any portion thereof, together with all casing, leasehold equipment, and personal Interests in or on or used in connection with said well or wells;
- (ii) All of Assignor's interest in and to all of the wells, equipment, materials and other personal Interests, fixtures and improvements on the Leases, including but not limited to the Interests described on Exhibit "B" attached hereto and made a part hereof, as of the Effective Time (as hereinafter defined), appurtenant thereto or used or obtained in connection with the Leases or with the production, treatment, sale or disposal of hydrocarbons or waste produced therefrom or attributable thereto, and all other appurtenances thereunto belonging (the "Equipment");
- All other leasehold interests, royalty and overriding royalty interests owned by (iii) Assignor in, to and under the Leases or attributable to production therefrom;
- (iv) All unitization, communitization, pooling, and operating agreements, and the units created thereby which relate to the Leases or interests therein described in Exhibit "A" and or which related to any units or wells located on the Leases, including any and all units formed under orders, regulations, rules and other official acts of the governmental authority having jurisdiction, together with any right, title and interest created thereby in the Leases;

- (v) All of Assignor's rights to claim revenues or gas resulting from any underproduction attributable to Assignor's interest in the Leases; and all rights in, to and under all agreements, product purchase and sale contracts, including any and all past, present, and future take-or-pay claims.
- (vi) All lease files, land files, well files, oil and gas sales contracts files, gas processing files, division order files, abstracts, title opinions, and all other books, files, maps, logs and records and all rights thereto, in Assignor's possession related to and necessary to the realization of value by Assignee or any of the property purchased hereunder.

All of Assignor's interest in the above-mentioned assets is herein collectively referred to as the "Property."

TO HAVE AND TO HOLD the Property unto Assignee, its successors and assigns, forever, subject to the following terms and conditions:

- 1. All costs, expenses and obligations relating to the Property which were incurred or accrued prior to the Effective Time shall be paid and discharged by Assignor, and all costs, expenses and obligations relating to the Property which were incurred or accrued after the Effective Time shall be paid and discharged by Assignee.
- Assignee shall assume, as of the Effective Time, all contractual obligations of Assignor related to the Property which are recorded; provided, however, Assignee shall not assume any claims arising out of the production or sale of hydrocarbons from the Property, or the proper accounting or payment to parties for their interests therein, prior to the Effective Time or any other claim or demand against, or liability or obligation of Assignor arising from any act or omission whatsoever of Assignor, prior to the Effective Time, whether such claim, demand, liability or obligation is fixed or contingent, and whether the same arises by contract, tort or otherwise. Assignee shall, to the fullest extent permitted by law, protect, defend, indemnify and hold Assignor and its directors, officers, employees, agents and representatives of each of them, harmless from and against any and all claims, losses, damages, costs, expenses, diminutions in value, suits, causes of action or judgments of any kind or character with respect to any and all liabilities and obligations or alleged or threatened liabilities and obligations, including, but not limited to, any interest, penalty and any attorneys' fees and other costs and expenses incurred in connection with investigating or defending any claims or actions, whether or not resulting in any liability, attributable to or arising out of Assignce's ownership or operation of the Property from and after the Effective Time.
- 3. This Agreement is executed without warranty of title, either express or implied, except by, through, or under Assignor, but not otherwise, and without any express or implied warranty or representation as to the merchantability of any of the equipment or personal property or its fitness for any purpose and without any other express or implied warranty or representation whatsoever.

SCANNED

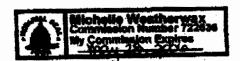
- 4. All ad valorem taxes, real property taxes, and similar obligations with respect to the tax period in which the Effective Time occurs (the "current tax period") shall be apportioned between Assignor and Assignee as of the Effective Time based on an estimate of the immediately preceding tax period assessment, and an adjustment shall be made in the post-closing adjustment for the amount of such estimated taxes owed by Assignor for that portion of the current tax period prior to the Effective Time. Assignee will be solely responsible for any and all sales taxes due on property or assets transferred by this Assignment and Bill of Sale. Assignee will bear and will pay any real property transfer taxes and any recording fees associated with the transfer of the property or assets transferred by this Assignment and Bill of Sale.
- This Assignment and Bill of Sale shall inure to the benefit of and be binding upon the
 parties hereto, their heirs, successors and assigns.
- 6. Incidental and subsequent to the date hereof, each of the parties shall execute, acknowledge, and deliver to the other such further instruments, and take such other actions as may be reasonably necessary to carry out the provisions of this Assignment and Bill of Sale.
- 7. This Assignment and Bill of Sale may be executed by Assignor and Assignee in any number of counterparts, each of which shall be deemed an original instrument, but all of which together shall constitute one and the same instrument.
- 8. It is the intent of the Assignor to convey and this Assignment hereby conveys to Assignee, subject to the reservations and conditions herein contained, all of Assignor's right, title and interest on the Effective Time hereof in and to the Property, regardless of the omission of any lease or leases, errors in description, any incorrect or misspelled names or any transcribed or incorrect recording references.
- 9. Assignee shall bear all costs and liabilities associated with the plugging and abandoning of any wells or wellbores located on the Property and shall hold Assignor harmless from and indemnify Assignor against any and all claims arising out of or in connection with the plugging or abandonment of such wells or wellbores, including the payment of Assignor's attorney's fees and costs. If Assignee plugs or abandons any well or wellbore located on the Property, such plugging or abandonment shall be completed in accordance with the rules and regulations of any governmental body asserting jurisdiction over the Property.
- 10. Assignce agrees to secure any bonds, permits and other documents required by the appropriate regulatory authorities that may be necessary for Assignce to effect the transfer of the Property hereby and/or to cause the release of Assignor's continued liability as lessee and/or operator.

IN WITNESS WHEREOF, thi 2003, but shall be effective as of the	s instrument is executed the distance of HVUS I day of WVE, 2003 (the "Effective Time").
WITNESSES	ASSIGNOR:
	Eneric Oil Group, Inc. individually and as Substitute General Partner of NEI Kansas Gas Pipeline, Inc.
AFTEST:	Eric Schwartz, President, Eneric Oil Group, Inc.
WITNESSES	ASSIGNEE: AZ Hydrocarbon , L. L. C. Darren Sieben, Designated Representative
COUNTY OF Lefferson)	
day of August, 2003, personally Inc. individually and as General Partner the identical person who executed the	Notary Public, in and for said County and State, on this appeared Eric Schwartz, President of Eneric Oil Group, or of NEI Kansas Gas Pipeline, Inc., to me known to be within and foregoing Assignment, and acknowledged to see and voluntary act and deed for the uses and purposes

IN WITNESS WHEREOF, I hereunto set my official signature and affixed my notarial seal the day and year last above written.

Michelle Weatherwax Notary Public

My Commission Expires: May 28, 2006
[SEAL]



SCANNED

COUNTY OF Julia) ss.

Before me, the undersigned, a Notary Public, in and for said County and State, on this day of August, 2003, personally appeared Darren Sieben, Designated Representative of AZ Hydrocarbon, LLC, to me known to be the identical person who executed the within and foregoing Assignment, and acknowledged to me that he executed the same as his free and voluntary act and deed for the uses and purposes therein set forth.

IN WITNESS WHEREOF, I hereunto set my official signature and affixed my notarial seal the day and year last above written.

Margaret Elain Notary Public

My Commission Expires:

7/30/07



Page 1 of 5

Exhibit A

E Hydrocarbons, LLC third August 7503

į.,	198801			Õ	Date Bit Pg	₫. #	5 3	Description	- .	<u> </u>		
	/ Mevin Brooks and Zella N.	C.N.B. Enterprises.	-	:: ≠	*	7 2	OF WELKS	1 10 1995 25 167 KEA Section 23	3	쁄	tds 10E Labelle County, Kansas	ŽŲ.
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- TOTAL	Mison and Beatha	Leader R. Myers	∞:	**	\$	- 2	80 NE/4	1984 20 280 NEA less railroad right of way, Section 29	8	#	325 18E Labette County, Kensas	Surfy,
	A James L. Gelman, a single berson	C.N.B. Enterprises	~	7	3	18	2 1994 25 128 NEM Seation	7.50	33	22	32S 21E Labelte County.	Durth
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T a	Bayron David Jones and Ruth Dever Exploration.	Dever Exploration,	6 V	-	1963 10	·	38 West	38 West 50 acres of the South 95 acres of the SW/4 Section 14 and the SZ Section 15	R	<u>~</u>	32S 18E Labelle County, Kansas	GENT
(and	A.W. Brechesen &		15 1	8	K	21.854	7 15 1985 21 22 SE/4 Section 22 and W/2 SW/4 Section 23	S	2	325 18E Labetta County. Kansas	onur
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CN .	12 Leader R. Myers anadron Adenie Miers	dames O. Lorenz and/or Halen L.	1.	8	**	S	283 SE/4	8 28 1987 22 263 SEM Section 21, 5W/4 Section 22, N/2 NEM and N/2 SEM Section 28		æ Ø	AZS 19E Labate County. Xenses	1
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***	All patter Mysels and Arliers Mysels	Jernes D. Lorenz	C)	-	3	Ø	151 MEM 18 E.	1986 22 15 MEM Section 23, Township 32 Sculb, Range 18 East, and SEA Seption 17, Township 32 South, Barws 19 East		8	325 (66E) Labeltie County. Karisan	County

Northwest Custom (WVIII) to Saction Thirty- thee (34), Township Thirty-too (32) South of Range Egytween (16) East of the 66th P.M., Prefer and queter section to the East of the 66th P.M., And the saction to the right clumpy of the 31, Louts and San Fancionia's R.A.; there is a Northwesterly direction along the said right-of- way to the North the of said querter section; Thence East along the North the of said querter section; Thence East along the North the of said Queter accident in the place of said Queter accident in the place of said Queter accident in the place of the granter (SWI4) of Section Therety (20), Township Thirty-too (32), Fange Eighteen East (1962), which the Squitte of public road, commercing at a point 34 roles and (3 links; South of series of the Southwest (20), thence South 34 roles and (3 links; South of series of the Southwest (20), the Northwesterly direction to the Northwesterly direction (38), Range Eighteen (18), contenting Thence Rough (38), Range Eighteen (18), contenting Thence Rough (38), Range Eighteen (18), contenting The access mother of the Southwest	328 18E Labette Courty,	Kansas	328: 18E Labelle County,	32S 1BE Labelte Granty.	
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	7 16 Richard E. Perks and			18:30tin B. Spooner and Susan M. Spooner	

Pege 2 of 5

Page 3 of 5

Exhibit A

A2 Hyndrocamboris, L.C distain August ** 2001

	Ę	Well Werton Sue Well and Corrin Sect C. Carlson Well	Sert.C. Carrison	~	<u>8</u>	% \$2	27	SEA SI	2 10 1998 28 27 SEM SEM Sedion 17	m 12		338	留	335 19E Labatta County.
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3	~	24 Blancher A. Effe, a single person, Gerad R. Ells and Edith I. Ells, his wife, and Lewis D. Ells and Mabel I. Ells, his wife	Dever Exploration, Inc.	opt in	8	£	55 55	SWA	9 12 1983 19 349 SW/4 of Section 22	a		8	#	328 18E Labelte County.
	ম	22 Mike Futz and Carol Futz	Bob Turtip dibia	- T	οs 55	25 25 27	83	S12 SW	4 and Si	MAS	4.29 1989 26 82.512.5W/4 and SW/4 SE/4 of Section 36	9H2	黑	31S 18E Labette County. Kansas
1	S	23 Ruth E. Hlebert	Development, Inc.	Ö	0 5	88	37.76	An undivide Section 24	vided 1/2 24	inter	12 10 1996 26 78 An undivided 1/2 interest in the NW/4-of Section 24	24S	뚌	34S 19E Labelle County, Kenses
7.2	\$	24 Daniel H. Hisbert Testamentary Trust	UM Exploration & Development, Inc.	₽ P	6 19	ह्य 98	-	An undand	Violet 1/2 24	inter	12 8 1996 26 77 An unionided 1/2 interest to the NW/4 of Section 24	8 8	19E	345 19E Labette County, Karisas

Exhibit A

to that Assignment to

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	Troje T. Prostice 99 177 68922		<u>8</u>	Asi the SE/A of Section 29, Township 32, Range 19, EXCEPT the halowing tract. The Wage 19, EXCEPT the halowing tract. The Wage 745 feet of the NC2 of seld SE64 and beginning of the SWC of the SE4 and beginning of the SWC of the SE4 of the 6th P. M., in Labelte County, Kanser, thereo N. 90 day, OC E along the S. Ihe of seld Section 29, 1057 85 feet, thence N. 0 day, 25' 90' W, 594.26 feet along the S. Ihe of seld Section 29, 1057 85 feet along the mediung fence that thence S. 80 day, 45' 90' W, 1025.40 feet along an existing fence line to the Polici containing to seld Section 29, as fonced in hence S. 1 day, 47' 00' W, 549' 56 feet along an existing fence line to the polici of beginning, containing 14.22 acres, more or last. EXCEPTING: Starting in the NEC 9E/A, thence N 980'; thence S 980'; thence N 980'; thence S 1 499, recorded in the Polici Coests. Labelte County, Kansas, in Lastes Book, 23, 81 page, 150 (Spoonfat).		Manas County (Consas
26 Butto Housian	Fresh Call Contra	44	8	11 3: 3000 28, 341 Walk of Sactor E	(4) (5)	838 19E (abeth County.
awy i honorani	Mt.		} 		·	Kansas
BOK M. Brathers and	A.W. Brachalten &	8	2	32 Erz NW/4 and SW/4 Section 20	328	32S 18E Latette County.

Page 4 of 5

to that Assignment to AZ Hyrdrocarbons, LLC delets Aug

32 Milke Zwahien and Tonya	C.N.B. Enterprises 5/30	94 26 81 Beginning at the 8Esc of SW/4 of Section 30, 825	3 21E	225 21E Labette County,
Zwatlan		Township 325, Range 21E, Lebette County,		Kansas
	and the state of t	Kanapa, thence N 1333 feet along E line of		
		SELL SWIT & Name of the SP of said SWIA,		
	and a second	theres W 199 feet storig Nime of the SQ of		
	3,4	Said SWIF, Prents S. 1387 79 feet to section		
	e de comp	line, thence E 1794 feet along section line to		
	e de la decembra decembra de la decembra decembra de la decembra d	point of beginning, containing 55.0 acres,		
(****		or teks		
33 Wilbur M. Hathn and Eloise	LINI Exploration &	25 (91 NW/4 of Section 30	5 28 E	345 20E Lebelle County,
Habi	Develonment Inc.			Kantoss

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SCANNED

Exhibit B to that Assignment to AZ Hydrocarbons, LLC dated August**, 2003

LEASE EQUIPMENT

A JONES

METER / METER RUN

B JONES

METER/METER RUN

PUMP JACK

CARNAHAN

NOTHING

DMYERS#1

METERS METER RUN

1 PUMP JACK 1 WATER TANK

D MYERS #2

METERS/METER RUN

2 PUMP JACKS 1 OIL TANK 1 WATER TANK 1 GUN BARREL

L MYERS #1

METERS/METER RUN

2 PUMP JACKS
1 WATER TANK
2 OIL TANKS
1 GUN BARREL

L MYERS #2

METER / METER RUN

2 SEPARATORS

L MYERS #3 (DEXON- MYERS)

6 PUMP JACKS
1 WATER PUMP
1 OIL TANK
1 WATER TANK
1 GUN BARREL

L MYERS #

METER / METER RUN

I SEPARATOR

BELLAH

METER!/ METER RUN

2 PUMP JACKS

4808606308

PG3

LARRY MERRICK

METER/METER RUN

FULTZ

METER/METER RUN

SEPARATOR

SPOONER

METER/METER RUN 3 PUMP JACKS I OUN BARREL

I OIL TANK

CLOSS

METER/METER RUN

J. GETMAN

METER/METER RUN GAS SEPARATOR

OIL TANK

SALT WATER TANK

GUN BARREL 4 PUMP JACKS

ZWAHLEN

METER/METER RUN

I OLD SEPARATOR

BROOKS

METER/METER RUN

2 PUMP JACKS 1 SEPARATOR

GODEKE

METER/METER RUN



KLO 233 S Detroit, Suite #305 Tulsa, Oklahoma 74120

September 28, 2000

To Whom it May Concern:

Operations for KLO, 233 S Detroit #305, Tulsa, OK 74120, with regard to properties owned by Eneric Oil Group, L.L.C. in Labette Co., KS will be handled by their agent Guardian Energy Consultants, Inc, 233 S Detriot #305, Tulsa, OK 74120. All responsibilities normally handled by an operator of oil and gas properties and gas gathering systems will become the responsibility of Guardian Energy Consultants, Inc. as agent for KLO.

KLO

Name: David W. LVACH
Title: PRESCORAT

Eneric Oil Group

RECEIVED AUG 18 2005 KCCWICHITA

September 27, 2000

To Whom It May Concern:

Operations for Eneric Oil Group, L.L.C., 56 East Burlington Avenue, Fairfield, IA 52556 will be handled by their agent KLO, 233 S Detroit #305, Tulsa, OK 74120, with regard to properties formerly operated by Robert McKee (and all his companies including but not limited to Osage Gas Company, Exoil Company, Inc., RM Oil and Gas Company, Cleat Energy and Native American Refining Company, Inc.). All responsibilities normally handled by an operator of oil and gas properties and gas gathering systems will become the responsibility of KLO as agent for Eneric Oil Group, L.L.C.

Eneric Oil Group, L.L.C.

By:

Name: Terry Lister

Title: V.P. General Counsel