Form T-1



KANSAS CORPORATION COMMISSIQUISAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

June 2000 Form must be Typed

REQUEST FOR CHANGE OF OPERATOREP 2 4 2003

REQUEST FOR CHANGE OF OPERATOREP 2 4 2003

Form must be typed Form must be signed blanks must be Filled CONSERVATION DIVISION

CONSERVATION DIVISION		WICHITA, KS
WICHITA, KS Check Applicable Boxes:	AUG 29 2002	Effective Date of Transfer: March 5, 2001
Oil Lease: No. of Wells	** Lo	
Gas Lease: No. of Wells 4	noc Mount	Lease Name: Bridwell
** Side Two Must Be Completed.	`` * / , ~ ~ {	
Saltwater Disposal Well - Docket No.	1-27667	Legal Description of Lease:
Spot Location: 280 feet from		see attached
940 feet from	E W Line	
Enhanced Recovery Project Docket No.		County: Montgomery
Entire Project: Yes No		
Number of Injection Wells	**	Production Zone(s): mulky, summit
Field Name: Independence - Bolton		Injection Zone(s):
Surface Pond Permit #_see attached		feet from N / S Line of Section
(API # If	Drill Pit)	feet from E / W Line of Section
Identify: Emergency Pit	Burn Pit	Storage Pit
Past Operator's License No. Unknown 30	0916	Contact Person: Unknown
Past Operator's Name & Address: Unknown	Kayla & Gary	Phone: Unknown
Bridwell RR3	- L/	Date:
Title: Unknown Independence		Signature: Aug Sauces
New Operator's License No. 32803		Contact Person: Kenneth Alcini
New Operator's Name & Address: CB Gas M	anagers, LLC	Phone: (517) 351-4444
PO Box 1267, 4660 S Hagadorn Rd., Ste		Oil / Gas Purchaser: OneOk, Williams, Benson, United Cities
East Lansing, MI 48826-1267		Date: June 27, 2001
Title: Co-Manager Member		Signature:
noted, approved and duly recorded in the re-	cords of the Kansas Corpor	authorization, surface pond permit # See attached has been ration Commission. This acknowledgment of transfer pertains to Kansas o interest in the above injection well(s) or pond permit.
CB Gas Managers LLC	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 pond
Docket # D- 27667 Recommend	led action: Plcasc	permitted by #
submit U3C from '98 -		
Date: 10-17-03 Alycon	22 Can Q ed Signature 2	Date:

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

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Side Two

SCANNED

MAY 17 20 Wust Be Filed For All Wells

AUG 29 RUUZ

* Lease Name:	Bridwell CONSERV	ATION DIVISION	* Location:	Nontgomery County,	KS ACCIONA
Lease Name.	Wild	CHITA, KS			KS ACC MACHITA
Well No.	API No. (YR DRLD/PRE '67)	Footage from (i.e. FSL = Feet	Section Line from South Line)	Type of Well (Oil/Gas/INJ/WSW)	Well Status (PROD/TA'D/Abandoned)
1	15-125-26352	4950 FSDFNL	Circle 4620 FEDFWL	SWD	
2	15-125-263500001	940 FS//FNL	2290 FECTEUL	Gas	Prod
3	15-125-263510001		1650 FELFWL	Gas	Prod
4	27106 15-125- 26500	620 FSUFNI	620 FEI/FWL	Gas	Prod
5	15-125-28538	1210 FSC/FNL	710 FE/FWL	Gas	Prod
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL	KANSAS (RECEIVED COMMISSION
					E P 2 4 2003
		FSL/FNL	FEL/FWL	CON	SERVATION DIVISION
		FSL/FNL	FEL/FWL		WICHITA, KS
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
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		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	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.

CB Gas Managers, LLC KCC T-1 Request for Change of Operator MAY 17 2002

CONSERVATION DIVISION

Lease Description

Lease Name -

Bridwell (fka A.N.S.J.)

Sec 29: all of NW/4 and N/2 SW except a tract of land connveyed to Leroy Markham, et ux, described as beg at a pt on the N Section line of Sec 29 848.0 ft E of the NW corner of said Section 29, S 264.0 ft, E 430.0 ft, N 264.0 ft, W 430.0 ft along said Section line to pob, T33S-R15E, Montgomery Co., KS

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SEP 2 4 2003

CONSERVATION DIVISION WICHITA, KS

ASSIGNMENT AND BILL OF SALE

14*FEB:2001-2:10:02 EA RECRIPT: #6532
FILED FOR RECORD: #4
\$16.00 ASSIGNMENT
BOOK PAGE
JEANNE EASTMAN, REGISTER OF DEEDS

BOOK 503 PAGE 545

KNOW ALL PERSONS BY THESE PRESENTS:

CONSERVATION DIVISION WICHITA, KS

That effective January 10, 2000, the undersigned, Gary Bridwell, d/b/a Black Rain Energy; Spartan Energy, LTD, a Michigan Corporation; and Kenneth Alcini d/b/a Spartan Operating Company, a Michigan Corporation (collectively referred to herein as "ASSIGNORS"), for the sum of Ten Dollars (\$10.00) and other valuable consideration, the receipt and sufficiency of which is hereby acknowledged, have and do hereby sell, transfer, assign and convey unto Spartan Operating Company, L.L.C. ("ASSIGNEE") all of the ASSIGNORS right, title and interest in and to the following:

- i) The oil and gas leases describes in Exhibit "A" attached hereto, together with the well bores located thereon, and the equipment located thereon and used in connection therewith;
- ii) A poly pipe gas gathering line running from the approximate SW/C N/2 SW/4 29-33S-15E, Montgomery County, Kansas, thence east along the south line of the said N/2 SW/4, and the N/2 SE/4 of said Section 29, continuing east along the South line of the N/2 SW/4 and the N/2 SE/4 30-33S-15E, a total distance of approximately 2 miles, to a point of interconnection with the Benson Mineral Group gathering system;
- iii) A Sullair compressor and related fittings located in the approx. NE/C SE/4 30-33S-15E, Montgomery County, Kansas;
- iv) The easements and permits described in Exhibit "B";
- v) Natural Gas Purchase Contract between Phillip McKee (or Wayside Angus Farms), as Seller, and Benson Mineral Corp., a Purchaser, dated October 1, 1986.

(hereinafter referred to as the "Assets")

This Assignment and Bill of Sale is given to clarify and correct that certain Conveyance and Assignment, dated effective January 10, 2000, and filed of record in Book 498, Page 316, purporting to convey a portion of the Assets to Spartan Operating Company, a Michigan Corporation, and to set over to unto ASSIGNEE all of the ASSIGNORS interest in and to a portion of the Assets acquired by virtue of that certain Assignment and Bill of Sale dated July 6, 1998 and recorded in Book 472, Page 270.

Dana Gorman, Attorney Box 1176 Independence, Ks. 67301

MAY 17 2002

	CONSERVATION DIVISION WICHITA, KS
STATE OF Michigan)	
STATE OF Michigan) ss:	
	be the person
IN WITNESS WHEREOF, I have hereunto set my hand and affi official seal the day and year last above written.	ixed my
Notary Rublic Printed Name: Nancy Ku	charet
My appointment expires:	
STATE OF KANSAS) ss: MONTGOMERY COUNTY)	WGHAN
BE IT REMEMBERED that on this 13th de John John John John John John John John	e within
THE NUMBERS WHITE PEOP I have become set my hand and aff	fixed my

ALTA M. MICHAELIS
Notary Public - State of Kansas
My Appt. Expires

official seal the day and year last above written.

Notary Public
Printed Name: AltA M. MECHAELES

EXHIBIT "A"

MAY 17 2002

1. LESSOR: Betty C. Horton

LESSEE: Horton Drilling Corporation

CONSERVATION DIVISION WICHITA, KS

DATE: April 8, 1986

RECORDED: Book 102, Oil, Page 252

PROPERTY: S2 SE/4 of Section 30, Township 33S, Range 15E,

Montgomery County, Kansas

W.I.: 100% N.R.I.: .875000

2. LESSOR: Betty C. Horton

LESSEE: Wayside Angus Farms, Inc.

DATE: November 6, 1984

RECORDED: Book 99, Oil, Page 303

PROPERTY: NE/4 except railroad and except that part taken for

highway; and the N/2 SE/4, except that part lying south of Onion Creek, all in Section 30, Township

33S, Range 15E, Montgomery County, Kansas

W.I.: 100% N.R.I.: .875000

3. LESSOR: Scott Mills LESSEE: Phillip McKee

DATE: February 18, 1999
RECORDED: Book 480, Page 235

PROPERTY: All that part of the E/2 of the SW/4 of Section 30,

T33S, R15E, Montgomery County, Kansas

W.I.: 100% N.R.I.: .875000

4. LESSOR: A.N.S.J., Incorporated

LESSEE: Carl Moot and Robert E. Turk d/b/a A.T. Oil Co.

DATE: September 1, 1983 RECORDED: Book 96, Oil, Page 271

PROPERTY: NW/4 and N/2 SW/4 Section 29, Township 33S,

Range 15E, Montgomery County, Kansas

W.I.: 100% N.R.I.: .875000 OPM, INC

AGREEMENT

The

AGREEMENT made this _____ day of July, 1998, by and between Wayne E. Bright and Becky A. Bright, husband and wife, of Montgomery County, Kansas (hereinafter "SELLERS") and Spartan Energy, Ltd., a Michigan Corporation and Kenneth N. Alcini (sometimes hereinafter referred to collectively as "BUYER").

ATION DIVISION

WHEREAS, SELLERS have agreed to sell, and BUYER has agreed to purchase, the property hereinafter described, and the parties mutually desire to reduce their agreement to writing.

NOW, THEREFORE, in consideration of the mutual covenants herein made and contained, the receipt and sufficiency of which are hereinafter acknowledged, it is agreed by and between the parties as follows:

ARTICLE I Sale and Purchase

- 1.1 Property. SELLERS agree to sell and convey, and BUYER agrees to purchase and pay for, the following described property, to-wit:
 - 1.1.1 The oil and gas leases described in Exhibit "A" attached hereto, together with the wells identified in Exhibit "A-1" attached hereto, and the equipment located thereon and used in connection therewith.
 - 1.1.2 A natural gas gathering line and the easements and rightsof-way relating thereto as described in Exhibit "B" attached hereto.

(hereinafter the "Property")

1.2 Price. The purchase price for the Property sold and purchased is the sum of

ONE HUNDRED TEN THOUSAND AND 00/100 DOLLARS (\$110,000.00)

- 1.3 Favment. Contemporaneously with the execution of this Agreement, BUYER deposits the purchase price in the amount of \$110,000 with the Closing Agent hersinafter named.
- 1.4 <u>Title.</u> **SELLERS** shall promptly furnish to **BUYER** title reports prepared by Jon R. Viets, Attorney at Law, which shall reflect marketable title to the Property vested in **SELLERS**. If any title defects exist **SELLERS** shall have a reasonable time, not to exceed thirty (30) days, in which to cure such defects or exceptions, but if **SELLERS** determine that such defects cannot be

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MAY 17 2002

economically cured, then this AGREEMENT shall terminate and the Closing Agent shall return the purchase price to BUYER.

CONSERVATION DIVISION WICHITA, KS

- 1.5 Conveyance. **SELLERS** shall convey the portion of the Property described in subparagraph 1.1.1, above to Spartan Energy, Ltd., and the portion of the Property described in subparagraph 1.1.2 to Kenneth N. Alcini, such conveyance to be made by Assignments and Bills of Sale in the form of Exhibits "C-1" and "C-2" attached hereto.
- 1.6 Closing shall occur at the offices of the Closing Agent on or before the 6 day of July, 1998.
- 1.7 <u>Closing Agent.</u> Jon R. Viets, 201 N. Penn Ave., Suite 604, Independence, Kansas shall serve as the Closing Agent. At Closing, the Closing Agent shall cause the **SELLERS'** Assignments and Bill of Sales to be recorded with the Montgomery County Register of Deeds and shall disburse the purchase price to **SELLERS**.
- 1.8 <u>Effective Time</u>. The sale and purchase shall be effective for all purposes as of 8:00 o'clock a.m., C.D.S.T. on the date of Closing.

ARTICLE II Representation and Warranties

- 2.1 SELLERS. SELLERS represent and warrant to BUYER as follows:
 - 2.1.1 That **SELLERS** have good right, title and authority to sell the Property;
 - 2.1.2 That the Property sold is not subject to any mortgage, lien or encumbrance; and
 - 2.1.3 That SELLERS have no actual knowledge that the Property is in violation of any statutes applicable to the ownership and operation of oil and gas wells or any rule or regulation of the Kansas Corporation Commission with respect thereto.
- 2.2 BUYER. BUYER represents and warrants to SELLERS as follows:
 - 2.2.1 That **BUYER** is a corporation duly organized and in good standing in the State of Michigan;
 - 2.2.2 That at or before Closing BUYER shall become authorized to transact business in the State of Kansas and shall be fully licensed by the Kansas Corporation Commission to own and operate the Property (or, in the alternative, that BUYER shall contract with a reputable and duly licensed operator to assume operation of the Property as of the Closing Date);

RECEIVED KANSAS CORPORATION COMMISSION

MAY 17 2002

CONSERVATION DIVISION WICHITA, KS

- 2.2.3 That **BUYER'S** Board of Directors has duly authorized the execution of this Agreement and has empowered the officer executing the same on its behalf to do so;
- 2.2.4 That BUYER has substantial experience in the acquisition, ownership and operation of property in the nature of the Property, that subject only to the conditions precedent set forth in Article III, below, BUYER has fully evaluated the Property and is purchasing the same in reliance upon its own investigation and not in reliance upon any statement, representation or warranty by SELLERS whatsoever as to the productivity, future productivity, performance, or future performance of, or with respect to, the hydrocarbon reserves contained within, the Property.

ARTICLE III Conditions Precedent

- 3.1 Well Data. Prior to Closing SELLERS shall furnish to BUYER available documentation of the location and spud dates of the wells described in Exhibit "A-1", and such well data shall demonstrate, to the reasonable satisfaction of BUYER, the suitability of a significant number of the wells for recompletion and qualification for non-conventional fuel tax credits under Section 29 of the Internal Revenue Code and regulations promulgated thereunder.
- 3.2 <u>Inspection</u>. Prior to Closing **BUYER** shall be entitled to inspect the Property and **BUYER** shall determine, to its reasonable satisfaction, that the Property is in compliance with applicable statutes, rules and regulations.
- 3.3 <u>Mortgage Extension</u>. At or before Closing **SELLERS** shall execute and deliver the Note and Mortgage Extension attached hereto as Exhibit "D."
- 3.4 <u>Effect of Conditions Unsatisfied</u>. If any of the conditions specified in 3.1 through 3.3, above, are not satisfied at or before Closing, **BUYER** shall have the right to terminate this Agreement and in such event the Closing Agent shall return the purchase price to **BUYER** and the parties shall have no further obligations hereunder.
- 3.5 <u>Waiver</u>. If **BUYER** elects to proceed to closing notwithstanding the fact that one or more conditions precedent are unsatisfied, then **BUYER** shall be deemed to have waived such conditions precedent.

ARTICLE IV Additional Terrus

MAY 17 2002

- 4.1 Taxes. SELLERS shall pay all taxes assessed against the Property WICHITA KS for 1997 and prior years. 1998 taxes shall be prorated to the Closing Date WICHITA KS based on the amount of 1997 taxes.
- 4.2 <u>Regulatory Compliance</u>. As of the Effective Date **BUYER** shall assume and perform all regulatory compliance obligations with respect to the Property including, without limitation, well plugging and surface restoration duties.
- 4.3 <u>Costs</u>. Each party shall pay their own attorney's fees. The parties shall share equally the fees and expenses of the Closing Agent.
- 4.4 <u>Confidentiality</u>. The parties hereto agree that the terms and provisions of this Agreement shall be considered confidential and neither party will disclose any of the terms or provisions hereof unless and to the extent:
 - 4.4.1 Disclosure is required by a governmental, administrative, or judicial authority with jurisdiction;
 - 4.4.2 Disclosure is made to the accountants, attorneys or financial advisors of the party who agree to likewise maintain confidentiality;
 - 4.4.3 Disclosure is necessary to enforce the rights, duties and obligations of an other party hereunder.
- 4.5 Arbitration. The parties stipulate and agree that any controversy between them arising under the terms and provisions of this Agreement shall be submitted to binding arbitration in accordance with the rules of the American Arbitration Association, such arbitration to be conducted in Independence, Kansas.
- 4.6 <u>Signature</u>. Signature and delivery of this Agreement by telefax shall be as effective and binding upon the parties as if originally signed by them.
- 4.7 <u>Entire Agreement</u>. This Agreement supersedes all prior discussions, negotiations, understandings and agreements between the parties with respect to the subject matter hereof.
- 4.8 Amendment. This Agreement may be amended only by written instrument signed by the parties hereto.
- 4.9 <u>Binding Effect</u>. This Agreement shall be binding upon, and shall inure to the benefit of, the parties hereto, their heirs, administrators, executors, successors and assigns.

IN WITNESS WHEREOF this Agreement is executed the day and year first above written.

SELLERS	Spartan Energy, Ltd., a Michig	MEGETALES KANSAS CORPORATION COLUMNISSION
Ways - BH	Corporation	MAY 17 2002
Wayne E. Bright	Ву:	CONSERVATION DIVISION WICHITA, KS
Becky A. Bright	Kenneth M. Alcini	

MECH VED KANSAS CORPORATION DESCRIPCION

EXHIBIT "A"

I) LESSOR:

A.N.S.J., Incorporated

MAY 17 2002

LESSEE:

Carl Moot and Robert E. Turk, d/b/a

A.T. Oil Co.

September 1, 1983

CONSERVATION DIVISION

WICHITA, KS

RECORDED: PROPERTY:

Book 96, Oil, Page 271 NW/4 and N/2 SW/4 Section 29, Township 33S, Range 15E, Montgomery County, Kansas

W.I.: N.R.I. :

DATE:

100% 875000

06-1996

OPM, INC.

Exhibit "A-1"

(1) Bridwell (formerly A.N.S.J)

Well Designation	<u>A. P. I. No.</u>
Bridwell #1 Bridwell #2 Bridwell #3 Bridwell #4 Bridwell #5	15-125-26352 15-125-26350 15-125-26351 5-125-26500 15-125-28538
DEIOWEN #3	, 10 120 mosso