

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

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

Form T-1
April 2004
Form must be Typed
Form must be Signed
All blanks must be Filled

Check Applicable Boxes:

- ☒ Oil Lease: No. of Oil Wells 20 **
☐ 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.: E-23845
Entire Project: ☐ Yes ☒ No
Number of Injection Wells 4 **

Field Name: Walnut

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

Effective Date of Transfer: March 15, 2006

KS Dept of Revenue Lease No.: 123359 ✓

Lease Name: Balfay

E 1/2 - NE 1/4 Sec. 22 Twp. 29 R. 21 ☒ E ☐ W

Legal Description of Lease: _____

County: Neosho

Production Zone(s): Peru

Injection Zone(s): Peru

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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 DE

Past Operator's License No. 32532 ✓

Contact Person: John Silovsky

Past Operator's Name & Address: Sky Oil LLC

Phone: 620.449.2276

PO Box 51 St. Paul, KS 66771

Date: March 5, 2006

Title: owner/operator

Signature: John Silovsky

New Operator's License No. 33757 ✓

Contact Person: Troy Combs

New Operator's Name & Address: Troy Combs

Phone: (620) 724-6738

414 E. 670 Ave Farlingotn, KS 66734

Oil / Gas Purchaser: CMT

Date: MARCH 9, 2006

Title: owner/operator

Signature: Troy Combs

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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.

Troy Combs is acknowledged as the
new operator and may continue to inject fluids as authorized by

Permit No. E-23,845 Recommended action: U3C's

Due 2004-2005

Date: 5-12-06 Barbara M. Pryor
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 5-12-06

PRODUCTION MAY 12 2006

UIC 5-12-06

Mail to: Past Operator 5-12-06

New Operator 5-12-06

District 5-12-06 #3

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

031506 Balfay INT.PAT

SCANNED

Side Two

Must Be Filed For All Wells

KDOR Lease No.: 123359

* Lease Name: Balfay

* Location: E 1/2 NE 1/4 22-29-21E Neosho County

Well No.	API No. (YR DRLD/PRE '67)	Footage from Section Line (i.e. FSL = Feet from South Line)	Type of Well (Oil/Gas/INJ/WSW)	Well Status (PROD/TA'D/Abandoned)
1	133-24,285 ✓	5115 ^{Circle} FSL/FNL 165 ^{Circle} FSL/FWL oil	prod	
2	133-24,287 ✓	5175 ^{5*} corrections off well inventory FSL/FNL 495 ^{Circle} FSL/FWL oil	prod	
3	133-24,286 ✓	5135 ^{5*} FSL/FNL 825 ^{Circle} FSL/FWL oil	prod	
4	133-24,272 ✓	5135 ^{5*} FSL/FNL 1155 ^{Circle} FSL/FWL oil	prod	
6	133-24,353 ✓	4950 ^{Circle} FSL/FNL 660 ^{Circle} FSL/FWL oil	prod	
7	133-24,354 ✓ 00-01	4950 ^{Circle} FSL/FNL 990 ^{Circle} FSL/FWL INS	prod	
8	133-24,355 ✓	4785 ^{Circle} FSL/FNL 165 ^{Circle} FSL/FWL oil	prod	
9	133-24,356 ✓	4785 ^{Circle} FSL/FNL 495 ^{Circle} FSL/FWL oil	prod	
11	133-24,358 ✓	4785 ^{Circle} FSL/FNL 1155 ^{Circle} FSL/FWL oil	prod	
12	133-24,359 00-01	4620 ^{Circle} FSL/FNL 330 ^{Circle} FSL/FWL INS	prod	
13	133-24,360 ✓	4620 ^{Circle} FSL/FNL 660 ^{Circle} FSL/FWL oil	prod	
14	133-24,361 ✓	4620 ^{Circle} FSL/FNL 990 ^{Circle} FSL/FWL oil	prod	
15	133-24,474 ✓	4455 ^{Circle} FSL/FNL 165 ^{Circle} FSL/FWL oil	prod	
19	133-24,368 00-01	4290 ^{Circle} FSL/FNL 330 ^{Circle} FSL/FWL INS	prod	
21	133-24,370 -00-01	4290 ^{Circle} FSL/FNL 990 ^{Circle} FSL/FWL INS	prod	
24	133-24,427 ✓	4125 ^{Circle} FSL/FNL 825 ^{Circle} FSL/FWL oil	prod	
25	133-24,428 ✓	4125 ^{Circle} FSL/FNL 1155 ^{Circle} FSL/FWL oil	prod	
28	133-24,431 ✓	3960 ^{Circle} FSL/FNL 990 ^{Circle} FSL/FWL oil	prod	
38	133-24,473 ✓	3465 ^{Circle} FSL/FNL 495 ^{Circle} FSL/FWL oil	prod	
40	133-24,492 ✓	3300 ^{Circle} FSL/FNL 330 ^{Circle} FSL/FWL oil	prod	
41	133-24,493 ✓	4620 ^{Circle} FSL/FNL 660 ^{Circle} FSL/FWL oil	prod	
42	133-24,494 ✓	3300 ^{Circle} FSL/FNL 990 ^{Circle} FSL/FWL oil	prod	
66	133-24,574 ✓	3300 ⁵¹⁴⁵ ^{Circle} FSL/FNL 1155 ^{Per opr. and Intent (5-12-06)} FSL/FWL 165 ^{Circle} FSL/FWL oil	prod	

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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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Must Be Filed For All Wells

KDOR Lease No.: 123359

* Lease Name: Balfay

* Location: E 1/2 NE 1/4 22-29-21 Neosho County

[illegible]

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