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MAY 30 2006

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

KCC WICHITA

Form T-1

April 2004

Form must be Typed

Form must be Signed

All blanks must be Filled

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

Check Applicable Boxes:

☒ Oil Lease: No. of Oil Wells 2 **☐ Gas Lease: No. of Gas Wells _____ **☐ Gas Gathering System: _____☒ Saltwater Disposal Well - Permit No.: D-19583Spot Location: 4620 feet from ☐ N / ☒ S Line3450 feet from ☒ E / ☐ W Line☐ Enhanced Recovery Project Permit No.: _____Entire Project: ☐ Yes ☐ No

Number of Injection Wells _____ **

Field Name: _____

**** Side Two Must Be Completed.**Effective Date of Transfer: 3-23-2006KS Dept of Revenue Lease No.: 111822 ✓Lease Name: SmithW 1/2 Sec. 7 Twp. 20s R 20w ☐ E ☒ WLegal Description of Lease: west 1/2Sec. 7 T-20s- R 20wCounty: PawneeProduction Zone(s): MissippiInjection Zone(s): Cedar HillsSurface Pit Permit No.: _____
(API No. if Drill Pit, WO or Haul)_____ feet from ☐ N / ☐ S Line of Section_____ feet from ☐ E / ☐ W Line of SectionType of Pit: ☐ Emergency ☐ Burn ☐ Settling☐ Haul-Off ☐ Workover ☐ Drilling rePast Operator's License No. 32081 ✓Contact Person: George SalingPast Operator's Name & Address Smokey Valley Res.Phone: 620 8762108PO Box 209 Dexter KS. 67038Date: 3-23-2006Title: Pres.Signature: George SalingNew Operator's License No. 4058 ✓Contact Person: Cecil OBrateNew Operator's Name & Address: American Warrior Inc.Phone: 620 275 9231PO Box 399 Garden City KS. 67846Oil / Gas Purchaser: 3-23-2006Date: 3-23-2006Title: Pres.Signature: Cecil O'Brate

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.

American Warrior, Inc. is acknowledged as the new operator and may continue to inject fluids as authorized by

Permit No. D19583 Recommended action: U3C'sdue 2001-2005-MIT due 6-28-06Date: 6-2-06 Barbara Morgan

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 6-1-06PRODUCTION JUN 02 2006UIC 6-2-06Mail to: Past Operator 6-2-06New Operator 6-2-06District Dist #1 6-2-06

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

032306_Smith_INV.pdf

KCC WICHITA

Must Be Filed For All Wells

* Location: C SW NW - 150ft NE C SW SW

* 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.