

REQUEST FOR CHANGE OF OPERATOR  
TRANSFER OF INJECTION AUTHORIZATION  
OR TRANSFER OF SURFACE POND PERMIT

050102 - Sauder.pdf  
KANSAS CORPORATION COMMISSION  
CONSERVATION DIVISION  
130 S MARKET, ROOM 2078  
WICHITA, KANSAS 67202

Check Applicable Boxes:

[X] Oil Lease: No. of Wells 2

[ ] Gas Lease: No. of Wells \_\_\_\_\_

\*\* SIDE TWO MUST BE COMPLETED \*\*

[ ] Saltwater Disposal Well - Docket No. \_\_\_\_\_

Spot Location: \_\_\_\_\_ feet from N/S Line

\_\_\_\_\_ feet from E/W Line

[ ] Enhanced Recovery Proj. Docket No. \_\_\_\_\_

Entire Project: Yes/No

Number of Injection Wells \_\_\_\_\_

Effective Date of Transfer 5-1-2002

Lease Name SAUDER

\_\_\_\_ - \_\_\_\_ - \_\_\_\_ Sec \_\_\_\_ T \_\_\_\_ R \_\_\_\_ W/E

Legal Description of Lease: VARIOUS TRACTS  
IN SEC. 3 & SEC. 9 T23S-R16E

County COFFEY

Production Zone(s) Lower SQUIRREL

Field Name LEROY - Neosho Falls

Injection Zone(s) \_\_\_\_\_

Surface Pond Permit # \_\_\_\_\_

(API No. If Drill Pit)

\_\_\_\_\_ Feet from N/S Line of Section

\_\_\_\_\_ Feet from E/W Line of Section

Identify: Emergency Pit \_\_\_\_\_

Burn Pit \_\_\_\_\_

Storage Pit \_\_\_\_\_

Drill Pit \_\_\_\_\_

Past Operator's License No. 32187

Past Operator's name and address:

~~H. Dumpty Energy Company~~ Southwestern  
P. O. Box 34 Exploration, LLC  
Piqua, KS 66761

Title General Partner

Contact Person: Lance E. Ballard

Phone: 620-468-2885

Date: May 20, 2002

LANCER INVESTMENTS, INC., PARTNER

Signature: Lance E. Ballard, President

New Operator's License No. 32710

New Operator's Name and Address:

LAYMON OIL II, LLC.

1998 SQUIRREL RD.

NEOSHO FALLS, KS 66758

Contact Person: REGINA LAYMON

Phone: 620-963-2495

Oil/Gas Purchaser Kelly Neclashy

Date: 06-21-02

Title Sec Treas

Signature: Regina Laymon

**ACKNOWLEDGMENT OF TRANSFER:** The above request for transfer of injection authorization, surface pond permit # \_\_\_\_\_ has been noted, approved and duly recorded in the record of the 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

Form T1 7/94

7/23/2002 JUL 23 2002 UIC 7/02

**\*LOCATION:** 10-23-16 E.  
**MUST BE FILED FOR ALL WEIS**

**FOOTAGE FROM SECTION LINE**

\* LOCATION - Feet from South Line)

FOOTAGE FROM SECTION LINE

(i.e. ESL=Feet from South Channel)  $\frac{1}{650}$  PSL/PAL

2 Circle

~~PSI/FWL~~ FEL/FWL

**PSY/FPH.** FEL/FWL

FEL/FWL  
881/881

FEL/FWL

FEL/FWL

\_\_\_\_ FEL/FWL

FEL/FWL

FEL/FWL

                     **FEL/FWL**

                     ~~FEL/FWL~~

~~FELT/WL~~  
\_\_\_\_\_

THE WHEEL

**TJ3/FNL FFL/FWL**

**FSL/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 in. **SEPARATE SHEET MAY BE ATTACHED IF NECESSARY**

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**EXHIBIT A:**

**COFFEY COUNTY, KANSAS**

1. Oil and gas lease dated November 14, 1977, by and between Annalee D. Sims, a widow and now not married; Nancy Kay Spencer, a/k/a Nancy Sims Spencer and her husband, James Lee Spencer; Steven D. Sims, a/k/a Steven Danner Sims and his wife, Joetta May Frame Sims, lessors, to D.J. Schmidt, lessee, and recorded on January 3, 1978 in Book 21, Oil and Gas, Page 598-599 of the Register of Deeds Office, Coffey County, Kansas, to wit:

covering all that part of the Southwest Quarter (SW/4) of Section 14 lying East and North of the Neosho River, Section 14, Township 23 South, Range 16 East

2. Oil and gas lease dated May 25, 1983, by and between Gene D. Sauder and his wife, Patricia J. Sauder, lessors, to D.J. Schmidt and James W. Schmidt, lessee, and recorded on July 7, 1983 in Book 28, Oil and Gas, Page 96-98 of the Register of Deeds, Coffey County, Kansas, to wit:

covering a tract of 18.4 acres off of the South end of the East Half of the Southwest Quarter of Section 3; also a 109.7 acre tract of land in the Northeast Quarter of Section 9 and the Northwest Quarter of Section 10; also a 38.9 acre tract of land in the East Half of the Northwest Quarter of Section 10, all as more fully described on page two of two and is a part of this lease, all in Township 23 South, Range 16 East

A tract off of the South end of the East Half of the Southwest Quarter (E/2 SW/4) of Section Three (3), Township Twenty-three (23) South, of Range Sixteen (16), East of the Sixth Principal meridian, more particularly described as follows:

Beginning at a point on the Southwest corner of the E/2 Sw/4 Section 3, thence north along the West line of the E/2 SW/4 Section 3 to a point at the Northwest corner of the South 30 acres of the E/2 SW/4 Section 3, thence East along the North line of the South 30 acres of the E/2 SW/4 Section 3 to a point which is on the Westerly right of way line of the Coffey County Road, FAS 1473, thence Southwesterly along the Westerly right-of-way line of the Coffey County road, FAS 1473 to a point of intersection with the South line of the E/2 SW/4 Section 3, thence West along the South line to the point of beginning, containing 18.4 acres, more or less.

A tract commencing at a point 19 9/16 rods South of the Northwest corner of the NE/4 of Section 9, thence East 240 rods to the East line of the W/2NW/4 of Section 10, thence South 72 7/16 rods, thence West 240 rods, thence North 72 7/16 rods, to place of beginning. All in Township 23 South, Range 16 East of the Sixth Principal Meridian, containing 109 acres, more or less.

A tract in the East Half of the Northwest Quarter (E/2 NW/4) of Section Ten (10), in Township Twenty-three (23) South, of Range Sixteen (16), East of the Sixth Principal Meridian, more particularly described as follows:

Beginning at a point on the Southwest corner of the East Half of the Northwest Quarter (E/2 NW/4) of Section Ten (10), thence North along the West line of the E/2 NW/4 section 10 to a point at the Northwest corner of the E/2 NW/4 Section 10, thence East along the North line of the E/2 NW/4 Section 10, to a point which is on the Westerly right-of-way line of the Coffey County road, FAS 1473, thence Southwesterly along the Westerly right-of-way line of the Coffey County road, FAS 1473 to a point of intersection with the South line of the E/2 NW/4 of Section 10, thence West along the South line to the point of beginning, containing 38.9 acres, more or less.

3. Oil and gas lease dated December 16, 1980, by and between Marjorie M. Sutherland and her husband, Theodore Norvin Sutherland, lessors, to D.J. Schmidt, lessee, and recorded on January 23, 1981, in Book 25, Oil and Gas, Page 500-501 of the Register of Deeds in Coffey County, Kansas, to wit:

The two tracts of land containing 35 acres more or less situated in the East Half of Section 14 as more fully described at the bottom part of this lease and is a part thereof

A tract of land commencing at a point 85 1/4 rods South of the center of Section 14, thence North 44 rods, thence East 81 1/2 rods, thence South 44 rods, thence West 81 1/2 rods to the point of beginning containing 22.33 acres more or less; that tract of land beginning at the southwest corner of Lot one (1), Section 14, thence North to the middle of the Neosho River, thence down the center of the Neosho River to the South line of said Lot one, thence West to the place of the center of the Neosho River to the South line of said Lot one, thence West to the place of beginning containing 12 acres more or less, Township 23 South, Range 16 East, Coffey County, Kansas

4. Oil and gas lease dated October 6, 1978, by and between L.R. Hannen, Attorney-in-fact for Carmean Wood, lessor, to Mark Haas, lessee, and recorded on October 6, 1978, in Book 22, Oil and Gas, Page 241-243 of the Register of Deeds in Coffey County, Kansas, to wit:

The Southwest Quarter (SW/4) of Section Ten (10), and the West Half (W/2) of the Southeast Quarter (SE/4) of Section Ten (10), Township Twenty-three (23), Range Sixteen (16), excepting a tract of land beg. at the Southeast corner of the West Half of the Southeast Quarter of Section Ten (10), Township Twenty-three (23), Range Sixteen (16), thence North about 107 rods to the center of the Neosho River, thence Southwest down said center of said Neosho River to South line of Section, thence East of Section line about Thirty-six (36) rods to place of beg. containing 20 acres more or less, also except tract deeded to Coffey County, Kansas