

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISIONREQUEST FOR CHANGE OF OPERATOR
TRANSFER OF INJECTION OR SURFACE PIT PERMITForm 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 2 ..

☐ Gas Lease: No. of Gas Wells ..

☐ Gas Gathering System: ..

☒ Saltwater Disposal Well - Permit No.: ..

Spot Location: 1980 feet from ☐ N / ☒ S Line

330 feet from ☒ E / ☐ W Line

☐ Enhanced Recovery Project Permit No.: ..

Entire Project: ☐ Yes ☐ No

Number of Injection Wells 1 Disposal ..

Field Name: Fort Zarah

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

Effective Date of Transfer: July 14, 1999

KS Dept of Revenue Lease No.: 103636 per Dennis Klima

Lease Name: Gunn

C - E/2 NE - SE Sec. 26 Twp. 19S R. 13 ☐ E ☒ W

Legal Description of Lease: NW 1/4 - SW 1/4 - of section 25 and NE 1/4 - SE 1/4 - of section 26-19S-13W

County: Barton

Production Zone(s): ..

Injection Zone(s): Arbuckle 3443-3567

Surface Pit Permit No.: ..

(API No. if Drill Pit, WO or Haul)

Type of Pit: ☐ Emergency ☐ Burn ☐ Settling ☐ Haul-Off ☐ Workover ☐ Drilling

Past Operator's License No. 31410 3/30/01 exp. lic

Past Operator's Name & Address: Barco Energy

Bobby Beard, President

Title: ..

Contact Person: Bobby Beard

Phone: Unknown - We got it through a Sherriffs Sale

Date: ..

Signature: Please see attached

New Operator's License No. 7023 ✓

New Operator's Name & Address: Klima Well Service, Inc.

Dennis V. Klima

Title: President

Contact Person: Dennis V. Klima, President

Phone: (620)-587-3333 Ce. # (620)-786-1031

Oil / Gas Purchaser: N.C.R.A.

Date: 12-09-04

Signature: Dennis V. Klima

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.

Klima Well Service, Inc is acknowledged as the

new operator and may continue to inject fluids as authorized by

Permit No. D-22360 Recommended action: U3C's

Due 2001-2005

Date: 5-18-06 Barbara Montoya

Authorized Signature

.. is acknowledged as the

new operator of the above named lease containing the surface pit

permitted by No.: ..

Date: ..

Authorized Signature

DISTRICT 5-19-06 EPR 12/17/04 PRODUCTION MAY 22 2006 UIC 5-19-06

Mail to: Past Operator 5-19-06 New Operator 5-19-06 District H 5-19-06

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

* Location: NW 1/4 of the SW 1/4 of 25 and the NE
1/4 of the SE 1/4 of sec. 26-19S-13W

* 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.

**STATE CORPORATION COMMISSION
CONSERVATION DIVISION
200 Colorado Derby Bldg
Wichita, Kansas 67202**

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CO 7

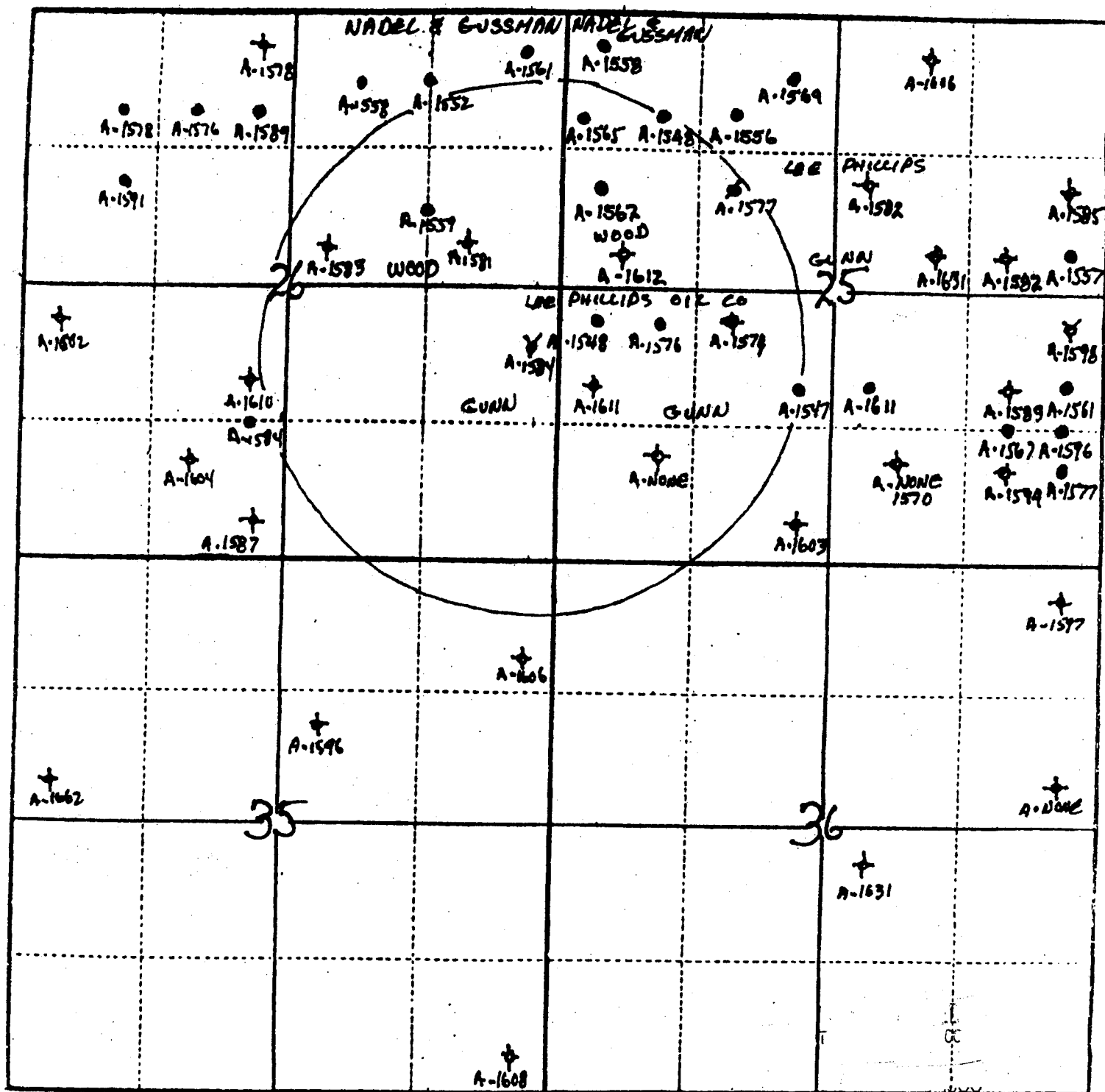
#7023

OPERATOR Klima Well Service, Inc.

1480

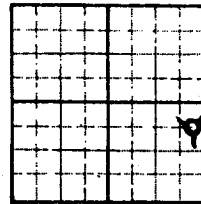
GUNA

Township 19S Range 13 W County BARTON Pool FT. ZARAN



6-96

MAP NO. _____ SEC. 26-19S-13W
 STATE Kansas COUNTY Barton LOC. C E/2 NE SE
 OPER Lee Phillips Oil Co., Wichita, Kansas FT/FR _____ LINE _____
 WELL #4 FARM Gunn FT/FR _____ LINE _____
 POOL Ft. Zarah, W ELEV 1835 GR 1837 DF 1840 KB
 CONT Harms Drlg. Co. GEOL. Ralph Ruwwe
 CO. INT. PTD 3450' test
 F.R. 4-13-64 SPUD 4-10-64 COMP 6-9-64
 TD 3567 FM. Arb PBTD _____



Completion Record
 PRODUCING FM. FROM — TO PERF W/HOLES TREATMENT
 SWDW in Arb. OH 3443 - 3567

8" @403' w 275 Sx.
 5½" @3443' w/100 Sx.

Data Inc.

KB Spl Tops:					
Anh	Not cld	Lans	3158	-1318	
Hb	3030 -1190	BKC	3385	-1545	
Tor	3047 -1207	Cg	3398	-1558	
Dg	3062 -1222	Er Arb	3413	-1573	
BL	3144 -1304	Arb	3424	-1584	RTD 3567 -1727
No DST's, No log, 5½" @3443' w/100 Sx. CO 3567', 2000A, Inj 4					

BWPM on Vac. Ran 2½" cem lined tbg. SWDW in Arb. OH 3443-3567,
 COMPLETED 6-4-64.

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SCANNED

Direct _____
Invert _____
Indexed _____
Num PPPP
Cross P

State of Kansas } ss.
Barton Co. }
This instrument was filed for record on the
14 day of July A.D. 1999
at 3:30 o'clock P.M. and duly recorded
in book 583 of Records
Page 683 Fee \$ 12.00
Marcia A. Johnson
Register of Deeds

SHERIFF'S ASSIGNMENT/BILL OF SALE

KNOW ALL MEN BY THESE PRESENTS:

THAT, WHEREAS, on the 1st day of February, 1999, in the District Court of Barton County, Kansas, in a certain action then pending in the said Court and identified as Case No. 98-C-179, wherein Klima Well Service, Inc., was the Plaintiff, and Leroy G. Schartz, Gwen E. Gunn, Gloria Fay Schartz Smith, Gracie Tegtmeyer, Tanya Schartz, Darwin Schartz, Kala Schartz, a/k/a Kala Schartz Muller, Kent Schartz, Daryl Schartz, Terry Schartz, Gerry Schartz, Larry Schartz, Steven Schartz, Bobby J. Beard, David L. Pfenninger, Susan L. Pfenninger, Frank E. Roesler, Lana R. Schartz-Brown, Theresa C. Schartz, Russell T. Smith Trust, David H. Walter, Damar Development Co., Barco Energy, Inc., and the Board of County Commissioners of the County of Barton, State of Kansas, were the named defendants, a judgment was rendered by the said Court foreclosing the lien of the Plaintiff upon an Oil and Gas Lease and Leasehold Estate described as follows, to-wit:

A certain oil and gas lease which constitutes the "Gunn" lease, such lease being filed at Book 571, Page 88, covering the following described real estate:

The Northwest Quarter of the Southwest Quarter (NW ¼ SW ¼) of Section Twenty-five (25), and the Northeast Quarter of the Southeast Quarter (NE ¼ SE ¼) of Section Twenty-six (26), all in Township Nineteen (19) South, Range Thirteen (13) West, Barton County, Kansas;

and it was further ordered that the entire working interest in and to the above-identified oil and Gas Lease and Leasehold Estate be subject to being sold by the Sheriff of Barton County, Kansas, for the satisfaction of the judgment of the Plaintiff and costs, such sale to be without redemption.

THAT, WHEREAS, there was issued by the Clerk of the District Court of Barton County, Kansas, on the 1st day of April, 1999, an Order of Sale in compliance with the said

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judgment and in accordance with law directed to the Sheriff of Barton County, Kansas, commanding him to advertise and sell according to law the entire working interest in and to the above-described Oil and Gas Lease and Leasehold Estate, without redemption, and the said Sheriff made return of the said Order of Sale on the 11th day of May 1999, which return specified that the Order of Sale was delivered to the Sheriff of Barton County, Kansas, on the 1st day of April 1999; that the said Sheriff, by virtue thereof, then advertised the entire working interest of the above-described Oil and Gas Lease and Leasehold Estate for sale by causing notice that he would, on the 11th day of May, 1999, at 10:00 a.m., at the Courthouse in the City of Great Bend, Barton County, Kansas, offer for sale and sell the entire working interest of the above-described Oil and Gas Lease and Leasehold Estate at public auction to the highest bidder for cash in hand at the time of the said sale; that the said notice was published in the Great Bend Tribune, a daily newspaper printed in the City of Great Bend, Barton County, Kansas, and of general circulation in the said county, the first publication being made on the 19th day of April 1999, with publication appearing in successive issues published at weekly intervals for a total publication number of three (3) times.

THAT, WHEREAS, on the date so specified within the said publication notice, and that the time and place designated therein, I did offer for sale and sell the entire working interest of the following described Oil and Gas Lease and Leasehold Estate, to-wit:

A certain oil and gas lease which constitutes the "Gunn" lease, such lease being filed at Book 571, Page 88, covering the following described real estate:

The Northwest Quarter of the Southwest Quarter (NW ¼ SW ¼) of Section Twenty-five (25), and the Northeast Quarter of the Southeast Quarter (NE ¼ SE ¼) of Section Twenty-six (26), all in Township Nineteen (19) South, Range Thirteen (13) West, Barton County, Kansas;

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to Klima Well Service, Inc., for the sum of Twenty Thousand Eight Hundred Twenty-two and 30/100 Dollars (\$20,822.30), which sum was the highest bid submitted for the said property.

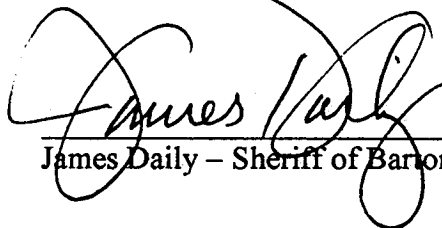
THAT, WHEREAS, I did make my return to the District Court of Barton County, Kansas, on the 11th day of May, 1999, and, on the 7th day of June, 1999, the District Court of Barton County, Kansas, confirmed the said sale as having been made in all respects in conformity to law and directed that I make to the purchaser an Assignment/Bill of Sale for the property so sold, the said sell having been made without redemption.

NOW, THEREFORE, I, James Daily, Sheriff of Barton County, Kansas, in consideration of the premises and by virtue of the power vested in me by law, and by virtue of the orders issued by the District Court of Barton County, Kansas, do hereby bargain, sell, transfer, assign, and convey unto Klima Well Service, Inc., its successors and assigns, the entire working interest in and to the following described Oil and Gas Lease and Leasehold Estate including related personal property, to-wit:

A certain oil and gas lease which constitutes the "Gunn" lease, such lease being filed at Book 571, Page 88, covering the following described real estate:

The Northwest Quarter of the Southwest Quarter (NW ¼ SW ¼) of Section Twenty-five (25), and the Northeast Quarter of the Southeast Quarter (NE ¼ SE ¼) of Section Twenty-six (26), all in Township Nineteen (19) South, Range Thirteen (13) West, Barton County, Kansas;

IN TESTIMONY WHEREOF, I, the said James Daily, Sheriff of Barton County, Kansas, have hereunto set my hand this 7th day of July, 1999.



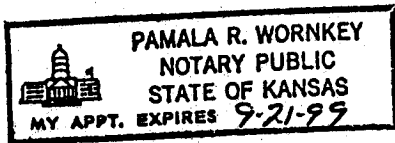
James Daily - Sheriff of Barton County, Kansas

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STATE OF KANSAS)
COUNTY OF BARTON) ss:

The above and foregoing document was executed and acknowledged by James Daily,
Sheriff of Barton County, Kansas, before me on this 7 day of July, 1999.



Pamala R. Wornkey
Notary Public

My commission expires:

9-21-1999

(SEAL)

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6/20/99

NO. July 14 1999

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Sixteen and no/100 DOLLARS

Resident - Courthouse to 8pm/100

Account Total \$ 16.00

Amount Paid \$ 16.00

Balance Due \$ 0

Marcia Johnson
Sy Paula Burk

THE EFFICIENCY LINE AN AMRAD PRODUCT