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APR 21 2006

Form T-1
April 2004

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

REQUEST FOR CHANGE OF OPERATOR **KCC WICHITA**
TRANSFER OF INJECTION OR SURFACE PIT PERMIT

Form must be Typed
Form must be Signed
All blanks must be Filled

Check Applicable Boxes:

- Oil Lease: No. of Oil Wells 10 **
- 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.: _____
- Entire Project: Yes No
- Number of Injection Wells _____ **

Field Name: NORWOOD

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

Effective Date of Transfer: JULY 18, 1995

KS Dept of Revenue Lease No.: 123748

Lease Name: SALSBURY

_____ NE Sec. 33 Twp. 15 R. 20 E W

Legal Description of Lease: NE/4

County: FRANKLIN

Production Zone(s): SQUIRREL

Injection Zone(s): _____

071895 SALSBURY.pdf

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 oe

Past Operator's License No. 0-

Contact Person: NOT AVAILABLE

Past Operator's Name & Address: NOT AVAILABLE

Phone: _____

Title: _____

Date: _____

Signature: see attached

New Operator's License No. 5150 ✓

Contact Person: DENNIS KERSHNER

New Operator's Name & Address: COLT ENERGY, INC

Phone: 620-365-3111

P O BOX 388

Oil / Gas Purchaser: COFFEYVILLE RESOURCES

IOLA, KS 66749

Date: 4-19-2006

Title: OFFICE MANAGER

Signature: Dennis Kershner

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.

_____ is acknowledged as the new operator and may continue to inject fluids as authorized by Permit No.: _____ Recommended action: _____

_____ is acknowledged as the new operator of the above named lease containing the surface pit permitted by No.: _____

Date: _____

Date: _____

Authorized Signature

Authorized Signature

DISTRICT _____	EPR <u>7-11-06</u>	PRODUCTION <u>JUL 12 2006</u>	UIC <u>7-12-06</u>
Mail to: Past Operator _____	New Operator _____	District _____	

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

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KCC WICHITA

164 PAGE 43

Recorded July 18, 1995
Book Misc. 164 page 643

FILED

JUL 10 11 31 AM '95

SHERIFF'S BILL OF SALE

KNOW ALL MEN BY THESE PRESENTS:

CLERK OF DIST. COURT
FRANKLIN COUNTY, K.S.

WHEREAS, Colt Energy, Inc., on June 5, 1995, obtained judgment from the District Court of the State of Kansas, in and for the County of Franklin, for the trial of causes arising under the laws of said State against Consolidated Acquisition Company, et al., defendants, for foreclosure of its mortgage, with interest in accordance with said judgment until paid, taxes and costs, in which suit Colt Energy, Inc. was the plaintiff.

By decree of said Court, the following described oil and gas leasehold situated in Franklin County, Kansas, to-wit:

- 5. Oil and Gas Lease executed by Darrell L. Salsbury and Betty L. Salsbury, husband and wife, Lessors, to Painter Oil Company, Inc., Lessee, dated July 12, 1985, recorded July 29, 1985, in Book 118, Page 443 in the office of the Register of Deeds of Franklin County, Kansas, covering the following described property, to-wit:

Tract I: Commencing at the Northeast corner of Section 33, Township 15 South, Range 20 East, thence West along the North line of said Section 33 1802 feet West to the point of beginning, thence West 843 feet, thence South 1694 feet, thence East 843 feet, thence North 1694 feet to the place of beginning, containing 32.78 acres, more or less, Franklin County, Kansas.

Tract II: Commencing at the Northeast corner of Section 33, Township 15 South, Range 20 East, thence West 1802 feet, thence South 533 feet, thence East 1802 feet, thence North 533 feet to the point of beginning, containing 22.049 acres, more or less, Franklin County, Kansas.

was charged with the payment of debt and costs.

AND WHEREAS, the sheriff of said County then advertised the said oil and gas leasehold for sale, by causing a notice that he would on July 18, 1995, at 10:00 a.m. of said day at the West door of the Courthouse at Ottawa, Franklin County, Kansas, offer at public sale and auction, and sell the said oil and gas leasehold to the highest bidder, for cash in hand at the time of sale, to be published three consecutive weeks, once each week, prior to the time of said sale, in The Ottawa Herald, a newspaper printed and published in said County of Franklin, and of general circulation therein, and which said newspaper had been published in the said county during a period of one year prior to the first publication of said notice of sale.

AND WHEREAS, on July 18, 1995, at 10:00 a.m. at the Courthouse aforesaid, the said Sheriff did offer for sale and sell the oil and gas leasehold hereinafter described to COLT ENERGY, INC., at and for the cash price and sum as follows: \$45,000.00

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K 11/21 PAGE 1014

being the highest and best bid made therefor, and being the best price said Sheriff could obtain therefor.

AND WHEREAS, the said Sheriff duly made return to said Court with his proceedings thereunder duly certified and endorsed thereon; and the said Court on the 18 day of July, 1995, after having carefully examined the said proceedings of said Sheriff, and having found the said proceedings to be regular and in conformity with law and equity, confirmed the said sale; the Court further directed that the Court's Clerk make an entry upon the journal, that the Court finds that the sale has in all respects been made in conformity to law.

AND WHEREAS, the said COAL ENERGY, INC. has paid to said Sheriff the purchase money.

NOW, THEREFORE, I, Rex A. Bowling, Sheriff of Franklin County, Kansas, in consideration of the premises and by virtue of the powers in me vested by law, do hereby give, grant, sell and convey unto the said COAL ENERGY, INC., the oil and gas leasehold so sold as aforesaid, situated in the County of Franklin, and State of Kansas, and described as follows, to-wit:

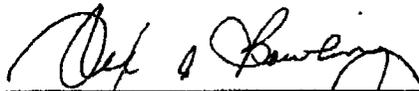
Oil and Gas Lease executed by Darrell L. Salsbury and Betty L. Salsbury, husband and wife, Lessors, to Painter Oil Company, Inc., Lessee, dated July 12, 1985, recorded July 29, 1985, in Book 118, Page 443 in the office of the Register of Deeds of Franklin County, Kansas, covering the following described property, to-wit:

Tract I: Commencing at the Northeast corner of Section 33, Township 15 South, Range 20 East, thence West along the North line of said Section 33 1802 feet West to the point of beginning, thence West 843 feet, thence South 1694 feet, thence East 843 feet, thence North 1694 feet to the place of beginning, containing 32.78 acres, more or less, Franklin County, Kansas.

Tract II: Commencing at the Northeast corner of Section 33, Township 15 South, Range 20 East, thence West 1802 feet, thence South 533 feet, thence East 1802 feet, thence North 533 feet to the point of beginning, containing 22.049 acres, more or less, Franklin County, Kansas,

to have and to hold the same unto the said COAL ENERGY, INC., and its successors and assigns forever.

IN TESTIMONY WHEREOF, I, the said Rex A. Bowling, Sheriff as aforesaid, have hereunto set my hand this 18 day of July, 1995.



Rex A. Bowling,
Sheriff of Franklin County, Kansas

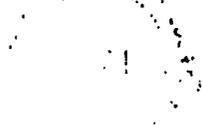
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KCC WICHITA

JK 164 PAGE 1645

STATE OF KANSAS, COUNTY OF FRANKLIN, ss:

BEFORE ME, the undersigned, a Notary Public within and for said County and State, on this 18th day of July, 1995, personally appeared REX A. BOWLING, Sheriff of Franklin County, Kansas, to me personally known to be the identical person who executed the within and foregoing instrument and acknowledged to me that he executed the same as his free and voluntary act and deed for the uses and purposes therein set forth.

IN WITNESS WHEREOF, I have hereunto set my hand and official seal the day and year last above written.



Charlotte Godfrey
Deputy Clerk Notary Public
Pursuant to KSA 53-507

My Appt. Expires: _____



OF KANSAS, FRANKLIN COUNTY, ss:
certify that this is a true and correct
copy of the original as appears of record
in my office.

Subscribed and sworn to before me on this 7-18 day of July, 1995
Vicki Mills
Clerk of the District Court
By Charlotte Godfrey Deputy

FILED FOR RECORD
TIME 2:10 P.M.

JUL 18 1995
Miss 164 page 643 X
Book 2610
REGISTER OF DEEDS, FRANKLIN CO., KS.
INSTRUMENT # 811002

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KCC WICHITA

BOOK 165 PAGE 36

PARTIAL RELEASE OF OIL AND GAS LEASE

Recorded July 31, 1995
Book Misc. 165 page 36

KNOW ALL MEN BY THESE PRESENTS:

That Colt Energy, Inc. does hereby release, relinquish and surrender all right, title and interest, in and to the following Tract II of the oil and gas lease described below:

SALSBURY LEASE

Oil and Gas Lease executed by Darrell L. Salsbury and Betty L. Salsbury, husband and wife, Lessors, to Painter Oil Company, Inc., Lessee, dated July 12, 1985, recorded July 29, 1985, in Book 118, Page 443 in the office of the Register of Deeds of Franklin County, Kansas covering the following described property, to-wit:

Tract II: Commencing at the Northeast corner of Section 33, Township 15 South, Range 20 East, thence West 1802 feet, thence South 533 feet, thence East 1802 feet, thence North 533 feet, to the point of beginning, containing 22.049 acres, more or less, Franklin County, Kansas.

6.

Executed this 25th day of July, 1995.

COLT ENERGY, INC.

By: Nicholas K. Powell
Nicholas K. Powell, President

STATE OF KANSAS

ss. ACKNOWLEDGEMENT FOR CORPORATION

COUNTY OF JOHNSON

BE IT REMEMBERED, that on this 25th day of July, 1995, before me, the undersigned, a Notary Public within and for said County and State, came Nicholas K. Powell, President of Colt Energy, Inc., a corporation of the State of Kansas, personally known to me to be such officer, and to be the same person who executed as such officer the foregoing instrument of writing in behalf of said corporation, and he duly acknowledged the execution of the same for himself and for said corporation for the uses and purposes therein set forth.

IN WITNESS WHEREOF, I have hereto set my hand and official seal on the day and year last above written.

My Appt. Expires: 6/30/97

David P. Bleakley
David P. Bleakley, Notary Public

DAVID P. BLEAKLEY
Notary Public - State of Kansas
My Appt. Expires 6/30/97

FILED FOR RECORD
TIME 11:00 AM
JUL 31 1995
Book 165 Page 36
REGISTER OF DEEDS, FRANKLIN CO., KS.
INCIDENTALMENT # 100