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KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

Form T-1
April 2004

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

AUG 10 2007

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

CONSERVATION DIVISION
WICHITA, KS

Check Applicable Boxes:

- Oil Lease: No. of Oil Wells 1 **
- 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: _____

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

Effective Date of Transfer: 08/01/2007

KS Dept of Revenue Lease No.: 104670 VUB

Lease Name: Michells-Wires

Sec. 12 Twp. 18S R. 8 E W

Legal Description of Lease: NESW

County: Rice

Production Zone(s): Arbuckle/Kansas City

Injection Zone(s): _____

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 ^{or}

Past Operator's License No. 33648 ✓

Contact Person: Randall L. Trimble

Past Operator's Name & Address: Walken Energy, LLC.

Phone: 620-836-2000

110 South Street, P.O. Box 171 Gridley, KS 66852

Date: 08/01/2007

Title: Owner/Operator

Signature: [Signature]

New Operator's License No. 30931 ✓

Contact Person: Matt Osborn

New Operator's Name & Address: Daystar Petroleum Inc.

Phone: 316-755-3492

1321 W. 93rd Street P.O. Box 360 Valley Center, KS 67147

Oil / Gas Purchaser: _____

Date: 8/19/2007

Title: Operations Manager

Signature: [Signature]

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: _____
Authorized Signature

Date: _____
Authorized Signature

DISTRICT <u>#2</u> <u>8-28-07</u> EPR <u>9-7-07</u>	PRODUCTION <u>FEB 11 2008</u> UIC <u>2-11-08</u>
Mail to: Past Operator _____	New Operator _____ District _____

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

Must Be Filed For All Wells

KDOR Lease No.: 104670

* Lease Name: Michells-Wires

* Location: Section 12, T18S, R8W

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)
2	15-159-06306 ✓ 1937	1650' ^{Circle} FSL/FNL	2310' ^{Circle} FEL/FWL	oil	Producing
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
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		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/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.