

KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION

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 3 \*\*

☐ Gas Lease: No. of Gas Wells \_\_\_\_\_ \*\*

☐ Gas Gathering System: \_\_\_\_\_

☒ Saltwater Disposal Well - Permit No.: D - 23908

Spot Location: 1650 feet from ☐ N / ☒ S Line

4290 feet from ☐ E / ☒ W Line

☐ Enhanced Recovery Project Permit No.: \_\_\_\_\_

Entire Project: ☐ Yes ☐ No

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

Field Name: Zenith - Peace Creek

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

Effective Date of Transfer: 10/1/04

KS Dept of Revenue Lease No.: 121014 ✓

Lease Name: Hurst (Kreie)

SW/4 Sec. 21 Twp. 23S R. 10 ☐ E ☒ W

Legal Description of Lease: SW/4 Sec. 21-23S-10W

County: Reno

Production Zone(s): \_\_\_\_\_

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

Surface Pit Permit No.: \_\_\_\_\_

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

Type of Pit: ☐ Emergency ☐ Burn ☐ Settling

\_\_\_\_\_ feet from ☐ N / ☐ S Line of Section

\_\_\_\_\_ feet from ☐ E / ☐ W Line of Section

☐ Haul-Off ☐ Workover ☐ Drilling

Past Operator's License No. 30364

Past Operator's Name & Address: Resource Operations, Inc.

P.O. Box 9487, Tulsa, OK 74157

Title: Vice President

Contact Person: Katherine Howard

Phone: 918-446-6114

Date: 3/8/05

Signature: [Signature]

New Operator's License No. 33488

New Operator's Name & Address: Suncrest Energy, Inc.

6209 N. K61 Highway

Hutchinson, KS 67502

Title: President

Contact Person: Radley Brooks

Phone: 620-966-0281

Oil / Gas Purchaser: NCRA

Date: 3-9-05

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.

Suncrest Energy Inc. is acknowledged as the new operator and may continue to inject fluids as authorized by Permit No.: D-23908. Recommended action: Schedule MIT w/ DO#2 immediately!!

Date: 3-21-05 Ryan Deland

Authorized Signature [Signature]

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

Date: \_\_\_\_\_

Authorized Signature \_\_\_\_\_

DISTRICT \_\_\_\_\_ EPR 3/18/05 PRODUCTION MAR 23 2005 UIC 3/21/05 **RECEIVED**

Mail to: Past Operator 3/22/05 New Operator 3/22/05 District 3/22/05

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

**MAR 15 2005**

**KCC WICHITA**

**Must Be Filed For All Wells**

KDOR Lease No.: 121014

\* Lease Name: Hunt (Kreie)

\* Location: Reno County

[illegible]

*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.

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KCC DISTRICT #2

MAR 10 2005

# BILL OF SALE

WICHITA, KS

RESOURCE OPERATIONS, INC., seller  
P.O. Box 9487, Tulsa, OK

SUNCREST ENERGY, INC., buyer  
6209 N. K61, Hutchinson, KS

The property sold by this Bill of Sale consists of the equipment on the Hurst (formerly Kreie) lease in Reno County, Kansas, described on Exhibits "A" and "B" attached hereto and the equipment on the Yust lease in Reno County, Kansas, describe on Exhibit "C" attached hereto.

The purchase price is Twenty Thousand Dollars (\$20,000.00)

The date of sale is November 8<sup>th</sup>, 2004.

RESOURCE OPERATIONS, INC.

By *Tony Fell*  
Vice President

Signed and sworn to before me this 8<sup>th</sup> day of November, 2004,

State of Oklahoma      County of Tulsa

*C Cheryl J Sewell*  
Notary Public

#00017615

My comission expires: 10/18/08



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KCC WICHITA

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KCC DISTRICT #2

MAR 10 2005

WICHITA, KS

## RELEASE OF OIL AND GAS LEASE

WHEREAS on the 4th day of August, 1983, certain oil and gas mining leases were made and entered into between KEITH R. HURST and MARY E. HURST, lessors and FELL OIL AND GAS CO., lessee, and between JIM L. HURST and MARILYN J. HURST, lessors and FELL OIL AND GAS CO., lessee covering the following described land situated in the County of Reno, and State of Kansas, to wit:

The Southwest quarter (SW ¼) of Section 21, Township 23 South, Range 10 West,

Said leases being recorded in the office of the Register of Deeds in and for said County in Book 197 of miscellaneous, Page 259, and in Book 110 of Oil and Gas, page 96, and

WHEREAS, RESOURCE OPERATIONS, INC., under the terms of said leases has the right to surrender the said leases at any time from the date thereof.

NOW THEREFORE, KNOW ALL MEN BY THESE PRESENTS, That RESOURCE OPERATIONS, INC., for and in consideration of the premises and the exercises of the said right under said leases, does hereby release all its rights under said leases and does hereby surrender possession of the same unto the said lessors, their heirs,, assigns and legal representatives.

IN WITNESS WHEREOF, the undersigned assignee of the lessee affixes its hand and seal this 8th day of November, 2004.

RESOURCE OPERATIONS, INC.

By Toby Fell  
Vice President

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MAR 14 2005  
KCC WICHITA

STATE OF OKLAHOMA )  
COUNTY OF TULSA ) SS

Be it remembered that on this 8th day of November, 2004, before me a Notary Public, duly commissioned, in and for the county and state aforesaid, came Toby Fell, Vice president of Resource Operations, Inc., a corporation of the State of Kansas, personally known by me to be such officer, add 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 ✓ self and for said corporation for the uses and purposes therein set forth. IN WITNESS WHEREOF I have hereunto set my hand and official seal on the day and year last above written.

My Commission expires 10/18/08

Cheryl J. Sewell  
Notary Public

