KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

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

April 2004 Form must be Typed Form must be Signed All blanks must be Filled

| Check Applicable Boxes: | · | | | |
|---|--|--|--|--|
| Oil Lease: No. of Oil Wells** Gas Lease: No. of Gas Wells 1 *** Outlier 1-5 | Effective Date of Transfer: 11/1/2003 | | | |
| Gas Lease: No. of Gas Wells** Orly | KS Dept of Revenue Lease No.: 211847 | | | |
| Gas Gathering System: | Lease Name: Lovelace | | | |
| Saltwater Disposal Well - Permit No.: | | | | |
| Spot Location:feet from N / S Line | | | | |
| feet from E / W Line | Legal Description of Lease: Lovelace 1-5 located in NW/4 of a | | | |
| Enhanced Recovery Project Permit No.: | 160 acre lease (NW/4) | | | |
| Entire Project: Yes No | County: Sherman | | | |
| Number of Injection Wells*** | Production Zone(s): Niobrara | | | |
| Field Name: Goodland Niobrara Gas | | | | |
| ** Side Two Must Be Completed. | Injection Zone(s): | | | |
| Surface Pit Permit No.:(API No. if Drill Pit, WO or Haul) | feet from N / S Line of Sectionfeet from E / W Line of Section | | | |
| Type of Pit: Emergency Burn Settling | Haul-Off Workover Drilling | | | |
| Past Operator's License No. 30282 🗸 | Contact Person: John Sanders | | | |
| Past Operator's Name & Address: Lobo Production, Inc. | Phone: | | | |
| 6715 Road 22, Goodland, KS 67735 | Date: 6/11/07 /) | | | |
| Title: President | Signature: John Sarders | | | |
| New Operator's License No. 33140 | Contact Person: Gary Lovelace | | | |
| New Operator's Name & Address: Gary and Linda Lovelace | Phone: 785-899-2868 | | | |
| 6765 Road 26, Goodland, KS 67735 | Oil / Gas Purchaser: Residential use | | | |
| | | | | |
| Title: | Signature: Day Foreland | | | |
| Acknowledgment of Transfer: The above request for transfer of injection | authorization, surface pit permit # has been | | | |
| | ation Commission. This acknowledgment of transfer pertains to Kansas | | | |
| Corporation Commission records only and does not convey any ownership | • | | | |
| is acknowleged as the | is acknowleged as the | | | |
| new operator and may continue to inject fluids as authorized by | new operator of the above named lease containing the surface pit | | | |
| Permit No.: Recommended action: | permitted by No.: | | | |
| Date: | Date: | | | |
| Authorized Signature | Authorized Signature | | | |
| DISTRICT EPR 8-9-07 | PRODUCTION AUG 1 0 2007 UIC 8-10.07 | | | |
| Mail to: Past Operator New Operator | District | | | |

Side Two

Must Be Filed For All Wells

| | No.: 211847 | C NIMIA See E TOO DOOM | | | | |
|---|------------------------------|--|-------------|---------------------------------------|---|--|
| * Lease Name: | LOVEIAUE | * Location: C NW/4 Sec 5 T8S R38W | | | | |
| 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) | |
| 1-5 | 15-181-20041 | 1320 Circle | 1320 Circle | Gas - | TA JN | |
| **** | | FSL/FNL | FEL/FWL _ | | **** | |
| *************************************** | | FSL/FNL | FEL/FWL | | | |
| | | FSL/FNL | FEL/FWL _ | | | |
| | | FSL/FNL | FEL/FWL _ | | | |
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| | | FSL/FNL | FEL/FWL _ | | | |
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| | | FSL/FNL | FEL/FWL _ | · · · · · · · · · · · · · · · · · · · | | |
| | | FSL/FNL | FEL/FWL | | | |
| | | FSL/FNL | FEL/FWL | | *************************************** | |
| | | FSL/FNL | FEL/FWL _ | | | |
| | | FSL/FNL | FEL/FWL | | | |
| | **** | FSL/FNL | FEL/FWL | | | |
| | | | FEL/FWL | | | |
| | - | FSL/FNL | FEL/FWL | | | |
| | | | | | | |
| | | | | | | |

A separate sheet may be attached if necessary

JUL 0 6 2007

^{*} 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 TRANSAS CORPORATION COMMISSION MANSAS CORPORATION COMMISSION