

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
**REQUEST FOR CHANGE OF OPERATOR
TRANSFER OF INJECTION OR SURFACE PIT PERMIT**

Form 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 3 **
- ☐ 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.: XSA886469362
- Entire Project: ☐ Yes ☐ No
- Number of Injection Wells _____ **

Field Name: GRIFFITHS

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

Effective Date of Transfer: NOVEMBER 1, 2004

KS Dept of Revenue Lease No.: 131211 *Wub*

Lease Name: BRAUN

_____ W/2 _____ NE Sec. 03 Twp. 09 R. 04 ☒ E ☐ W

Legal Description of Lease: WEST HALF OF THE NORTHEAST
QUARTER OF SECTION 03-09-04

County: CLAY

Production Zone(s): MISSISSIPPIAN

Injection Zone(s): _____

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. 03462 *exp 7/30/05*

Past Operator's Name & Address: WALKING EAGLE OIL COMPANY

Title: _____

Contact Person: WARREN SIMNITT

Phone: 785-293-5645

Date: _____

Signature: See Attachments

New Operator's License No. 5920 ✓

New Operator's Name & Address: TE-PE OIL & GAS

P.O. BOX 522, CANTON, KANSAS 67428

Title: OWNER/OPERATOR

Contact Person: TERRY P. BANDY

Phone: 620-628-4428

Oil / Gas Purchaser: MACLASKEY CONSERVATION DIVISION
WICHITA, KS

Date: DECEMBER 3, 2007

Signature: *Terry Bandy*

RECEIVED
KANSAS CORPORATION COMMISSION

DEC 04 2007

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: _____

Date: _____

Authorized Signature

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

Date: _____

Authorized Signature

DISTRICT _____	EPR <u>12-7-07</u>	PRODUCTION <u>DEC 10 2007</u>	UIC <u>12-10-07</u>
Mail to: Past Operator _____	New Operator _____	District _____	

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

* Location: W/2 NE/4 SEC 03-09-04E

CONSERVATION DIVISION
WICHITA, KS

* 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.

AGREEMENT

THIS AGREEMENT is made and entered into this 17 day of November 2004, by and between Terry P. Bandy, d/b/a Te-Pe Oil & Gas Co., and Warren Simnitt, also known as Warren W. "Bill" Simnitt, a single person.

In consideration of Ninety-seven Thousand Dollars (\$97,000.00), Warren Simnitt agrees to convey, assign, sell and transfer to Terry P. Bandy, all of his rights, title and interest in and to Walkin Eagle Oil Company, which includes Warren Simnitt's interest in the oil and gas lease dated September 1, 1991 between Gene Braun, which has been assigned to Warren Simnitt and covers the following-described tract of land situated in Clay County, Kansas:

The West Half of the Northeast Quarter (W1/2 NE1/4) of Section Three (3), Township Nine (9) South, Range Four (4) East of the 6th Principal Meridian, and contains Eighty (80) acres, more or less.

The above purchase price covers the assignment of oil and gas lease as well as the three (3) pumping wells on the Braun property, storage tanks and piping and one-half of the disposal well on the Hafner property.

Further, Warren Simnitt agrees to assign the oil and gas lease between Wayne L. Hafner and Wanda E. Hafner, husband and wife; and Lyle W. Hafner and Loretta J. Hafner, husband and wife; which was granted to Warren W. "Bill" Simnitt on April 7, 1987, and covers that following-described tract of land situated in Clay County, Kansas:

The East Half of the Northeast Quarter (E1/2 NE1/4) and the Southeast Quarter (SE1/4) of Section Three (3), Township Nine (9) South, Range Four (4) East of the 6th Principal Meridian, and contains Two Hundred Forty (240) acres, more or less.

The down payment of Forty-eight Thousand Five Hundred Dollars (\$48,500.00) is to be made at the time of the signing of this Agreement by Terry P. Bandy. The down payment is to be in the form of a cashier's check payable to Warren Simnitt. The balance of Forty-eight Thousand Five Hundred Dollars (\$48,500.00) is to be paid by cashier's check at the time of closing, which is to be held on or before January 14, 2005.

The parties agree that Clay County Abstract and Title Company in Clay Center, Kansas will handle the closing of this transaction at a time agreeable to the parties. The parties agree to equally share the costs of closing this transaction.

The parties have requested the preparation of this agreement, assignment of oil and gas leases and the preparation of the lease for Marilla Griffiths and Donald L. Frazier and Shirley A. Frazier, husband and wife. The parties agree to equally share the costs of the attorneys' fees, which are to be paid at the time of closing.

The parties agree that the purchase price includes all equipment of Walkin Eagle Oil Company found on the above-described property, except a back hoe tractor and a mower tractor with blade and rotary mower, which will remain the property of Warren Simnitt.

As of the date of possession, Terry P. Bandy is responsible for all repairs to equipment and wells. Terry P. Bandy accepts all property and equipment in an "as is, where is" condition. Warren Simnitt makes no warranties as to the condition of the equipment, piping or wells. The Parties agree that Terry P. Bandy has possession of the property as of November 1, 2004. At possession, the oil in the storage tanks was measured and the saleable oil in the tanks above the pipe-line connection will be the property of Warren Simnitt. He shall be paid at the time of closing for this oil at the rate received by Terry P. Bandy when sold.

The equipment that is a part of this Agreement and owned by Warren Simnitt, and/or Walkin Eagle Oil Company, is subject to a Mortgage at UMB National Bank of America, Manhattan, Kansas, in the approximate amount of \$11,000.00. This mortgage is to be paid at the time of closing.

In the event Terry P. Bandy shall fail, refuse or neglect to perform under the terms of this Agreement, Warren Simnitt may either: sue for specific performance or retain the initial down payment as liquidated damages and thereupon this Agreement shall be null and void. In the event Warren Simnitt should fail, refuse or neglect to perform under the terms of this Agreement, Terry P. Bandy may demand from Warren Simnitt the initial down payment and thereupon this Agreement shall be null and void. The parties agree that time is of the essence in their performance under this Agreement.

The parties agree that this Agreement shall be binding upon the parties hereto, their heirs, administrators, devisees, executors, successors and assigns.

If any of provision of this Agreement shall for any reason be held to be invalid or unenforceable, that event shall not affect any other provision of this Agreement, but this Agreement shall be construed as if the invalid or unenforceable provision had never been contained in the Agreement.

The validity, construction and enforcement of this Agreement shall be governed by

the laws of the State of Kansas.

This writing constitutes the entire Agreement between the parties hereto and may be modified only in writing, specifying that any addendum modifies or is in addition to this Agreement.

IN WITNESS WHEREOF, the parties have executed this Agreement in two duplicate originals as of the day and year first above written.

SELLER:

Warren Simnitt
Warren Simnitt

BUYER:

Terry P. Bandy
d/b/a Te-Pe Oil & Gas Co.

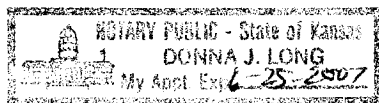
By: T. P. Bandy
Terry P. Bandy

STATE OF KANSAS,

ss:

COUNTY OF CLAY,

The foregoing Agreement was acknowledged before me this 15th day of November, 2004, by Warren Simnitt, sometimes known as Warren W. "Bill" Simnitt.



Donna J. Long
Notary Public

My term expires:

STATE OF KANSAS,

SS:

COUNTY OF McPherson,

The foregoing Agreement was acknowledged before me this 16th day of November, 2004, by Terry P. Bandy d/b/a Te-Pe Oil & Gas Co.

Cynthia G. Beneke
Notary Public

My term expires:

