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: | Effective Date of Transfer 12/1/2004 |
|--|---|
| Oil Lease: No. of Oil Wells | KS Dept of Revenue Lease No.: |
| X Gas Lease: No. of Gas Wells1 | Lease Name KREY A |
| Gas Gathering System: | <u> </u> |
| Saltwater Disposal Well - Permit No. | |
| Spot Location: feet from N / S Line | Legal Description of Lease: |
| feet from E / W Line | |
| Enhanced Recovery Project Permit No.: | |
| Entire project: Yes No | County MORTON |
| Number of injection wells | Production Zone(s) COUNCIL GROVE 다 |
| Field Name PANOMA GAS AREA | Production Zone(s) COUNCIL GROVE |
| ** Side Two Must Be Completed. | Injection Zone(s) |
| Surface Pit Permit No | feet from N / S Line of Section feet from E / W Line of Section Haul-Off Workover Drilling |
| Past Operator's License No. 4549 | Contact Person: JERRY N. BLOSSOM |
| Past Operator's Name & AddressANADARKO_PETROLEUM_Corp | Phone 832-636-3128 |
| , | Date 9-28-05 |
| 1201 Lake Robbins Dr. Texas 77380 | 100 |
| Title STAFFREGULATORY ANALYST | Signature Signature |
| | RECEIVED |
| New Operator's License No. 32446 | Contact Person: LYNNE MOON OCT 9 7 2005 |
| New Operator's Name & Address MERIT ENERGY COMPANY | Phone 972-701-8377 KCC MICHITA |
| 13727 NOEL ROAD SUITE 500 | Oil/Gas Purchaser |
| DALLAS, TEXAS 75240 | Date 10/05/05 |
| Title SR. LAND/REGULATORY ADMINISTRATOR | Signature Moon |
| | ection authorization, surface pond permit # has been pration Commission. This acknowledgement of transfer pertains to Kansas interest in the above injection well(s) or pit permit. |
| is acknowledged as the | is acknowledged as the |
| new operator and may continue to inject fluids as authorized by Permit No.: Recommended action | new operator of the above named lease containing the surface pit permitted by No.: |
| Date | Date |
| Authorized Signature | Authorized Signature |
| 10/7/05 PROPORT 1 0 200 C 10/05 | |



Side Two

Must Be Filled For All Wells

| KDOR Lease No | 208586 | | _ | | | | |
|---------------|------------------------------|-------|--|----------------------|--|--|--|
| * Lease Name | KREY A | | * Location | * Location 6 33S 40W | | | |
| Well No. | API No. (YR DRLD/PRE '67) | (i. | Footage from Section L e. FSL=Feet from South | | Type of Well (Oil/Gas/INJ/WSW) | Well Status (PROD/TA'D/Abandoned) | |
| 1 | 1512920188 - 0000 - | 3300) | FSI/FNL 660M | FEU FWL | GAS | PROD | |
| | | | FSL/FNL | FEL/FWL | | | |
| | | | FSL/FNL | FEL/FWL | | | |
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| | | | FSL/FNL | FEL/FWL | | | |
| | | | FSL/FNL | FEL/FWL | | | |
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| | | | FSL/FNL | FEL/FWL | | | |
| | | | FSL/FNL | FEL/FWL | | | |
| | | | FSL/FNL | FEL/E\MI | | | |

A separate sheet may be attached if necessary

*When transferring a unit which consists of more than one lease please file a separate side for each lease. If a lease covers more than one section please indicate which section each well is located.