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**	Effective Date of Transfer: 10-27-98			
Gas Lease: No. of Gas Wells**	KS Dept of Revenue Lease No.: 118009			
Gas Gathering System:	Ryckert N			
Saltwater Disposal Well - Permit No.:	Lease Name: 1700cm			
Spot Location: feet from N / S Line	W1/2 - S1/2 - NE1/4 - Sec. 12 Twp. 17 R. 21 VE W 00			
feet from E / W Line	Legal Description of Lease: W/2 of the 5/2 of the			
Enhanced Recovery Project Permit No.:	Legal Description of Lease: W/2 of the 5/2 of the E NE/4 of sec 12-17-21E See Attacked			
Entire Project: Yes No	County: Miami			
Number of Injection Wells**	•			
Field Name: Paola Rantoul	i ii i			
** Side Two Must Be Completed.	Injection Zone(s):			
Surface Pit Permit No.:	feet from N / S Line of Section			
(API No. if Drill Pit, WO or Haul)	feet from E / W Line of Section			
Type of Pit: Emergency Burn Settling	Haul-Off Workover Drilling			
Past Operator's License No. 30354 √	Contact Person: Jack Snyder RECEIVED			
Past Operator's Name & Address: Jaxco Energy	Phone: 785-241-2995			
28762 NE Scott Road, Garnett, Kansas 66032	Date: San. 25, 2010			
Title:	Signature: gack L. Snyder KCC WICHITA			
New Operator's License No. 6168	Contact Person: Lester Scheuneman			
New Operator's Name & Address: Lester Scheuneman	Phone: 913-710-9760			
27800 Pleasant Valley Road				
	Oil / Gas Purchaser:			
Wellsville, Kansas 66092	Date:			
Title:	Signature: A la Company			
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 Corpo	pration Commission. This acknowledgment of transfer pertains to Kansas			
Corporation Commission records only and does not convey any ownershi	p interest in the above injection well(s) or pit permit.			
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.:			
- Committee donor and a committee donor and				
Date:	Date:			
Authorized Signature	, , Authorized Signature			
DISTRICT EPR 2-23-10	PRODUCTION 2/23/10 UIC 2-23-10			
Mail to: Past Operator New Operator	District			

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

Side Two

Must Be Filed For All Wells

KDOR Lease No.: 118009								
				* Location: W 1/2 of S 1/2 of NE 1/4				
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	15-121-25170	165 Circle	165	Circle FEL/FWL	oil	prod		
2	15-121-25172	495 FSLIFNI	165	FELVFWIZ	oil	prod		
3	15-121-25344 [/]	165 FSURNI	733	FELYEWL	oil	prod		
				FEL/FWL				
		FSL/FNI	<u> </u>	FEL/FWL				
		FSL/FNI	<u> </u>	FEL/FWL		42-44-4-4-4-4-4-4-4-4-4-4-4-4-4-4-4-4-4		
		FSL/FNI	L	FEL/FWL				
		FSL/FNI		FEL/FWL				
		FSL/FNI	L	FEL/FWL				
<u> </u>		FSL/FNI	<u> </u>	FEL/FWL				
		FSL/FNI	-	FEL/FWL				
		FSL/FNI	L	FEL/FWL				
		FSL/FNI	***************************************	FEL/FWL				
		FSL/FNI	L	FEL/FWL				
		FSL/FNI		FEL/FWL				
gr.	***************************************							
,					We are the second of the secon	_		
						NECEIVED		
		FSL/FNI		FEL/FWL		JAN 2 7 2010		
,		FSL/FNI		FEL/FWL		KCC WICHITA		
	- Andrew Adalas - Andrew Adala	FSL/FN		FEL/FWL				
		FSL/FNI	_	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.

Jaxco # 30254

x Stewnenian # 6/68

ASSIGNMENT OF OIL AND GAS LEASE

Know all men by these presents:

That the undersigned, Jack L. Snyder d/b/a Jaxco Energy, hereinafter called "Assignor" (whether one or more), for and in consideration of One Dollar (\$1.00), the receipt of whereof is hereby acknowledged, does hereby sell, assign, transfer and set over unto Lester Scheuneman d/b/a Lester's Oil, 27800 Pleasant Valley Road,

Wellsville, Kansas 66092, hereinafter called "Assignee" (whether one or more), all working interest in and to the oil and gas lease dated September 10, 1982, from Leonard W. Ryckert and/or Johanna Marie Ryckert, Lessors, to A. E. Ballou and/or Pat Ballou, Lessees, recorded in Book 296 at Page 485, insofar as said lease covers the following described land in Miami County, State of Kansas:

The West Half of the South Half of the Northeast Quarter of Section 12, Township 17, Range 21, except approximately 2 acres in the Northeast corner where lessors' residence is located, containing 40 acres more or less, Miami County, Kansas

together with the rights incident thereto and the personal property thereon, appurtenant thereto, or used or obtained in connection therewith.

And for the same consideration the Assignor covenants with the Assignee, its or his heirs, successors or assigns: That the Assignor is the lawful owner of and has good title to the interest above assigned in and to said lease, estate, rights and property, free and clear from all liens, encumbrances or adverse claims; That said lease is a valid subsisting lease on the land above described, and all rentals and royalties due thereunder have been paid and all conditions necessary to keep the same in full force have been duly performed, and that the Assignor will warrant and forever defend the same against all persons whomsoever, lawfully claiming or to claim the same.

EXECUTED THIS 22 day of October, 1998.

Jack L. Snyder

RECEIVED

ACKNOWLEDGMENT

DEC 2 8 2009

STATE OF KANSAS, COUNTY OF FRANKLIN, ss:

KCC WICHTIA

BE IT REMEMBERED that on this $22'^4$ day of October, 1998, before me, the undersigned, a notary public in and for the county and state aforesaid, came Jack L. Snyder, who is personally known to me to be the same person who executed the within instrument of writing and such person duly acknowledged the execution of the same.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed my official seal the day and year last above written.

Notary Public

MY COMMISSION EXPIRES

MARY L. OESTREICHER
My Appt. Exp. April 9, 2001

Dack & Sundan DIBIA Japan Energy For Box 774 Ottom, XJ 66079