

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 5 **
- ☐ 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.: E-28,987
- Entire Project: ☒ Yes ☐ No
- Number of Injection Wells 2 **

Field Name: Paola-Rantoul

**** Side Two Must Be Completed**

Effective Date of Transfer: March 1, 2010

KS Dept of Revenue Lease No.: 138718 *MP*

Lease Name: E & P Properties, LLC

_____ - SE4 - SW4 Sec. 13 & 18 Twp. 18S R. 21 ☒ E ☐ W

Legal Description of Lease: SE4 of S13 & SW4 of S18/T18S/R21E & 22E

County: Miami

Production Zone(s): Mississippi

Injection Zone(s): Mississippi

Surface Pit Permit No.: _____
(API No. if Drill Pit, WO or Haul)

_____ feet from ☐ N / ☐ S Line of Section

_____ feet from ☐ E / ☐ W Line of Section

Type of Pit: ☐ Emergency ☐ Burn ☐ Settling ☐ Haul-Off ☐ Workover ☐ Drilling *DR*

Past Operator's License No. 4567

Contact Person: Douglas G. Evans

Past Operator's Name & Address: D.E. Exploration, Inc.

Phone: 785-883-4057

P.O. Box 128 Wellsville, KS 66092

Date: March 1, 2010

Title: President

Signature: *Douglas G. Evans*

New Operator's License No. 34348

Contact Person: Douglas G. Evans

New Operator's Name & Address: Blue Diamond Holdings, LLC

Phone: 785-883-4057

P.O. Box 128

Oil / Gas Purchaser: Kelly Maciaskey Oilfield Services, Inc.

Wellsville, KS 66092

Date: March 1, 2010

Title: Manager

Signature: *Douglas G. Evans*

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.

BlueDiamond Holdings, LLC is acknowledged as the
new operator and may continue to inject fluids as authorized by

Permit No.: E-28,987 Recommended action: _____

None

Date: 6-24-10 *Barbara Montgomery*

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 6-23-10 PRODUCTION 6/25/10 UIC 6-24-10
Mail to: Past Operator 6-24-10 New Operator 6-24-10 District 6-24-10 3

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

030110 E_P_Properties_INT.pdf

* Location: SE4 of S13 & SW4 of S18/T18S/R21E & 22E

RECEIVED
MAR 10 2010
KCC WICHITA

* 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.