

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

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

Form KSONA-1, Certification of Compliance with the Kansas Surface Owner Notification Act,
MUST be submitted with this form.

Form T-1
March 2010
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 _____ **
☐ 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.: _____
Entire Project: ☐ Yes ☐ No
Number of Injection Wells _____ **

Field Name: **GORHAM**

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

Effective Date of Transfer: **APRIL 1, 2010**

KS Dept of Revenue Lease No.: **136275**

Lease Name: **KRUG #1**

NE NW SW SE Sec. **5** Twp. **15** R. **14** ☐ E ☒ W

Legal Description of Lease: **1300' FSL, 550' FWL**

County: **RUSSELL**

Production Zone(s): **LKC ARBUCKLE**

Injection Zone(s): _____

Surface Pit Permit No.: **15-167-23241-0000**
(API No. if Drill Pit, WO or Haul)

1300' feet from ☐ N / ☒ S Line of Section

500' feet from ☐ E / ☒ W Line of Section

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

Past Operator's License No. **33269**

Contact Person: **P.A. BREW**

Past Operator's Name & Address: **CENTRAL OPERATING INC**

Phone: **(303)894-9576**

1600 BROADWAY #1050, DENVER CO 80202

Date: **8/25/2010**

Title: **PRESIDENT**

Signature: 

New Operator's License No. **9860**

Contact Person: **JERRY GREEN**

New Operator's Name & Address: **CASTLE RESOURCES INC**

Phone: **(785)625-5155**

PO BOX 87 SCHOENCHEN KS 67667

Oil / Gas Purchaser: _____

Date: **8/25/2010**

Title: **PRESIDENT**

Signature: 

Acknowledgment of Transfer: The above request for transfer of injection authorization, surface pit permit # **15-167-23241-0000** 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 **12-8-10** PRODUCTION **12-8-10** UIC **12-8-10**
Mail to: Past Operator _____ New Operator _____ District _____

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

RECEIVED

DEC 03 2010

KCC WICHITA

RECEIVED

SEP 01 2010

KCC WICHITA

040110_Krug_1.pdf

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

**CERTIFICATION OF COMPLIANCE WITH THE
KANSAS SURFACE OWNER NOTIFICATION ACT**

Form KSONA-1
July 2010
Form Must Be Typed
Form must be Signed
All blanks must be Filled

This form must be submitted with all Forms C-1 (Notice of Intent to Drill); CB-1 (Cathodic Protection Borehole Intent); T-1 (Request for Change of Operator Transfer of Injection or Surface Pit Permit); and CP-1 (Well Plugging Application). Any such form submitted without an accompanying Form KSONA-1 will be returned.

Select the corresponding form being filed: ☐ C-1 (Intent) ☐ CB-1 (Cathodic Protection Borehole Intent) ☒ T-1 (Transfer) ☐ CP-1 (Plugging Application)

OPERATOR: License # 33269
Name: CENTRAL OPERATING, INC
Address 1: 1600 BROADWAY SUITE 1050
Address 2: _____
City: DENVER State: CO Zip: 80202 + _____
Contact Person: P.A. BREW
Phone: (303) 894-9576 Fax: (303) 894-0898
Email Address: _____

Well Location:
NE NW SW SW Sec. 5 Twp. 15 S. R. 14 ☐ East ☒ West
County: RUSSELL
Lease Name: KRUG Well #: 1
If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:

Surface Owner Information:

Name: see attached
Address 1: _____
Address 2: _____
City: _____ State: _____ Zip: _____ + _____

When filing a Form T-1 involving multiple surface owners, attach an additional sheet listing all of the information to the left for each surface owner. Surface owner information can be found in the records of the register of deeds for the county, and in the real estate property tax records of the county treasurer.

If this form is being submitted with a Form C-1 (Intent) or CB-1 (Cathodic Protection Borehole Intent), you must supply the surface owners and the KCC with a plat showing the predicted locations of lease roads, tank batteries, pipelines, and electrical lines. The locations shown on the plat are preliminary non-binding estimates. The locations may be entered on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted.

Select one of the following:

- ☒ I certify that, pursuant to the Kansas Surface Owner Notice Act (House Bill 2032), I have provided the following to the surface owner(s) of the land upon which the subject well is or will be located: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form CP-1 that I am filing in connection with this form; 2) if the form being filed is a Form C-1 or Form CB-1, the plat(s) required by this form; and 3) my operator name, address, phone number, fax, and email address.
- ☐ I have not provided this information to the surface owner(s). I acknowledge that, because I have not provided this information, the KCC will be required to send this information to the surface owner(s). To mitigate the additional cost of the KCC performing this task, I acknowledge that I am being charged a \$30.00 handling fee, payable to the KCC, which is enclosed with this form.

If choosing the second option, submit payment of the \$30.00 handling fee with this form. If the fee is not received with this form, the KSONA-1 form and the associated Form C-1, Form CB-1, Form T-1, or Form CP-1 will be returned.

I hereby certify that the statements made herein are true and correct to the best of my knowledge and belief.

Date: 8/24/2010 Signature of Operator or Agent: P.A. Brew Title: PRESIDENT **KCC WICHITA**

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

RECEIVED
DEC 03 2010

RECEIVED
AUG 26 2010
KCC WICHITA

KRUG #1
RUSSELL COUNTY, KANSAS
LAND OWNERS
Attached to form KSONA-1

WAYNE R KRUG
3375 184TH ST
RUSSELL KS 67665-8815

.0937500 RI

DARCI L BAKER
1278 N SEITZ ST
RUSSELL KS 67665-1722

.0312500 RI

RECEIVED
DEC 03 2010
KCC WICHITA

RECEIVED
AUG 26 2010
KCC WICHITA

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

**CERTIFICATION OF COMPLIANCE WITH THE
KANSAS SURFACE OWNER NOTIFICATION ACT**

Form KSONA-1
July 2010
Form Must Be Typed
Form must be Signed
All blanks must be Filled

This form must be submitted with all Forms C-1 (Notice of Intent to Drill); CB-1 (Cathodic Protection Borehole Intent); T-1 (Request for Change of Operator Transfer of Injection or Surface Pit Permit); and CP-1 (Well Plugging Application). Any such form submitted without an accompanying Form KSONA-1 will be returned.

Select the corresponding form being filed: ☐ C-1 (Intent) ☐ CB-1 (Cathodic Protection Borehole Intent) ☒ T-1 (Transfer) ☐ CP-1 (Plugging Application)

OPERATOR: License # 33269
Name: CENTRAL OPERATING, INC
Address 1: 1600 BROADWAY SUITE 1050
Address 2: _____
City: DENVER State: CO Zip: 80202 + _____
Contact Person: P.A. BREW
Phone: (303) 894-9576 Fax: (303) 894-0898
Email Address: _____

Well Location:
NW NE SW 1/4 Sec. 4 Twp. 15 S. R. 14 ☐ East ☒ West
County: RUSSELL
Lease Name: KRUG Well #: 1-4

If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:

Surface Owner Information:

Name: see attached
Address 1: _____
Address 2: _____
City: _____ State: _____ Zip: _____ + _____

When filing a Form T-1 involving multiple surface owners, attach an additional sheet listing all of the information to the left for each surface owner. Surface owner information can be found in the records of the register of deeds for the county, and in the real estate property tax records of the county treasurer.

If this form is being submitted with a Form C-1 (Intent) or CB-1 (Cathodic Protection Borehole Intent), you must supply the surface owners and the KCC with a plat showing the predicted locations of lease roads, tank batteries, pipelines, and electrical lines. The locations shown on the plat are preliminary non-binding estimates. The locations may be entered on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted.

Select one of the following:

☒ I certify that, pursuant to the Kansas Surface Owner Notice Act (House Bill 2032), I have provided the following to the surface owner(s) of the land upon which the subject well is or will be located: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form CP-1 that I am filing in connection with this form; 2) if the form being filed is a Form C-1 or Form CB-1, the plat(s) required by this form; and 3) my operator name, address, phone number, fax, and email address.

☐ I have not provided this information to the surface owner(s). I acknowledge that, because I have not provided this information, the KCC will be required to send this information to the surface owner(s). To mitigate the additional cost of the KCC performing this task, I acknowledge that I am being charged a \$30.00 handling fee, payable to the KCC, which is enclosed with this form.

If choosing the second option, submit payment of the \$30.00 handling fee with this form. If the fee is not received with this form, the KSONA-1 form and the associated Form C-1, Form CB-1, Form T-1, or Form CP-1 will be returned.

I hereby certify that the statements made herein are true and correct to the best of my knowledge and belief.

Date: 8/24/2010 Signature of Operator or Agent:  Title: PRESIDENT

RECEIVED
DEC 03 2010
KCC WICHITA

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

RECEIVED
AUG 26 2010
KCC WICHITA

KRUG #1-4
RUSSELL COUNTY, KANSAS
LAND OWNERS
Attached to form KSONA-1

ROYALTY

.1250000 WILMER KRUG
BETH KRUG
18469 WALTERS RD
RUSSELL, KS 67665-8811

RECEIVED
DEC 03 2010
KCC WICHITA

RECEIVED
AUG 26 2010
KCC WICHITA