

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

Form T-1
March 2010
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

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

Check Applicable Boxes:

- ☐ Oil Lease: No. of Oil Wells _____ *
- ☒ Gas Lease: No. of Gas Wells 1 *
- ☐ 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: McKinney

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

Effective Date of Transfer: 06/01/10

KS Dept of Revenue Lease No.: 228787 ^{KID} 1006032357

Lease Name: Theis "C" ^{KJR}

C NE Sec. 34 Twp. 34 R. 25 ☐ E ☒ W

Legal Description of Lease: Longitude -100.021283

Latitude 37.044672 NE 1/4 of 34-34-25W

County: Clark

Production Zone(s): Mississippian

Injection Zone(s): _____

Surface Pit Permit No.: 15-025-20797
(API No. if Drill Pit, WO or Haul)

1650 feet from ☒ N / ☐ S Line of Section

1650 feet from ☒ E / ☐ W Line of Section

Type of Pit: ☐ Emergency ☐ Burn ☐ Settling ☐ Haul-Off ☐ Workover ☐ Drilling 02

Past Operator's License No. 7118/
Seagull Operating Co., Inc.

Contact Person: Scott S. Lowe **RECEIVED**

Past Operator's Name & Address:
416 Travis St., Suite 1215 Shreveport, LA 71101

Phone: 318-226-9170 **NOV 24 2010**

Date: 09/17/10

Title: President

Signature: [Signature] **KCC WICHITA**

New Operator's License No. 30322/30233

Contact Person: Wallace McKinney

New Operator's Name & Address: Red Hills Resources

Phone: 620-669-9996

1304 West 24th Avenue
Hutchinson, KS 67502

Oil / Gas Purchaser: UCP Midstream

Date: 9-22-10

Title: Vice President

Signature: Wallace McKinney

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: _____

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

Authorized Signature

Authorized Signature

DISTRICT _____ EPR 12/16/10 PRODUCTION 12-20-10 UIC 12-17-10

Mail to: Past Operator _____ New Operator _____ District _____

Mail to: KCC - Conservation Division, 130 S. Market - Room 2010, Wichita, Kansas 67202

RECEIVED

OCT 22 2010

KCC WICHITA

RECEIVED

OCT 13 2010

KCC WICHITA

* Location: Sec. 23, 34, 25 W

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.

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 # 7118
Name: Seagull Operating Co., Inc.
Address 1: 416 Travis Street Suite 1215
Address 2: _____
City: Shreveport State: LA Zip: 71101
Contact Person: Scott S. Lowe
Phone: (318) 226-9170 Fax: (318) 425-7957
Email Address: seagull@bellsouth.net

Well Location:
_____ C _____ NE Sec. 34 Twp. 34 S. R. 25 ☐ East ☒ West
County: Clark
Lease Name: Theis "C" Well #: 1

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

**KSONA FEE
PAID**

Surface Owner Information:

Name: THEIS, JACKIE O. Living Tr.
Address 1: 12135 NIEMAN RD.
Address 2: _____
City: OVERLAND PARK State: KS Zip: 66213 + 1969

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: 10/19/10 Signature of Operator or Agent: [Signature] Title: President

RECEIVED

OCT 22 2010

RECEIVED

KCC WICHITA

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67224

NOV 24 2010

KCC WICHITA