# 072710\_KF\_IMJ.pdf

# 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**	Effective Date of Transfer: 7/27/2010
Gas Lease: No. of Gas Wells**	KS Dept of Revenue Lease No.: 7 116 283? NA?
Gas Gathering System:	Lease Name: KF (FKA Abbie Norris, Melander)
Saltwater Disposal Well - Permit No.:	
Spot Location: 820 feet from N / ✓ S Line	Legal Description of Lease: S/2 of S3, T34S, R14E
3950 feet from 🗸 E / 🗌 W Line	Legal Description of Lease:
Enhanced Recovery Project Permit No.: £23048	
Entire Project: ✓ Yes  No	County: Montgomery
Number of Injection Wells**	Production Zone(s): Wayside, Redd Sand, Weiser
Field Name: Wayside-Havana	Injection Zone(s): Wayside, Arbuckle
** Side Two Must Be Completed.	
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 OR
	Contact Person: Robin Karninska
Past Operator's License No. New Lease	Phone: (620) 289-4317
Past Operator's Name & Address:	1 0 - 11
	Date: 1 - 20 - 1
Title: Landowner	Signature: Kubu Tamunaku
	Oil that lows assignment is attached
New Operator's License No	Contact Person: Ron Cunningham
New Operator's Name & Address: Cunningham Crude	Phone: (620) 289-4700 RECEIVED
3343 CR 2200, Independence KS, 67301	Oil / Gas Purchaser: Pacer JAN 2 4 2011
	Date: 1-20-2011
Title: Owner/Operator	Signature: The back KCC WICHITA
Title: Owner-operation	oignature.
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	
	is acknowledged as
Cunningham Crude is acknowledged as	the new operator of the above named lease containing the surface pit
the new operator and may continue to inject fluids as authorized by	
Permit No.: £-23, 048 . Recommended action:	permitted by No.:
MTT Past De- Lize due 2005-2010	Date
Date: 3-7-1\ Authorized Signaturey	Date: Authorized Signature
DISTRICT EPR 3/3/IV	PRODUCTION 3-8-// UIC 3-7-11
Mail to: Past Operator 3-17-11 New Opera	7 7 11

# nd rullan orrale

# KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form T-1

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# 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,

Check Applicable Boxes: MUST be submitted.	ed with this form.
Oil Lease: No. of Oil Wells**	Effective Date of Transfer: 7/27/2010
Gas Lease: No. of Gas Wells**	KS Dept of Revenue Lease No.: 7 NA? 116 283?
Gas Gathering System:	Lease Name: KF (FKA Abbie Norris, Melander)
Saltwater Disposal Well - Permit No.: D-23,400	
Spot Location: 820 feet from N / V S Line	
3950 feet from ✓ E / ☐ W Line	Legal Description of Lease: S/2 of S3, T34S, R14E
✓ Enhanced Recovery Project Permit No.: £23048	
Entire Project: Yes No	County: Montgomery
Number of Injection Wells**	Production Zone(s): Wayside, Redd Sand, Weiser
Moveido Havana	
Field Name: Wayside-Havana	Injection Zone(s): Wayside, Arbuckle
** Side Two Must Be Completed.	
O. C. o. Ph. Downith Inc.	feet from N / S Line of Section
Surface Pit Permit No.:(API No. if Drill Pit, WO or Haul)	feet from E / W Line of Section
Type of Pit: Freegency Burn Settling	Haul-Off Workover Drilling
Type of the Children Children	
Past Operator's License No. New Lease	Contact Person: Robin Kaminska
Past Operator's Name & Address: Phone: (620) 289-4317	
	Date: 1 - 20 - 11
Landowner	Signature: Rober Komunster
Title: Landowner	Oil that lower assignment is attached
04000 /	Contact Person: Ron Cunningham
New Operator's License No. 31696 /	Charles at the form of the for
New Operator's Name & Address: Cunningham Crude	Phone: (Coo)
3343 CR 2200, Independence KS, 67301	Oil / Gas Purchaser: Pacer JAN 2 4 2011
	Date: /-20-20//
Title: Owner/Operator	Signature: The label KCC WICHITA
Title:	Olgradia. C.
1. Control of injection	authorization, surface nit nermit # has been
Acknowledgment of Transfer: The above request for transfer of injection	Commission. This acknowledgment of transfer pertains to 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) of pri permit.
Cunningham Crude is acknowledged as	is acknowledged as
the new operator and may continue to inject fluids as authorized by	the new operator of the above named lease containing the surface pit
Permit No.: D-23,1400 Recommended action:	permitted by No.:
MIT Past Dur , U3C due 2005-2010	
Date: 3-4-11 Charl & Sour	Date:
Authorized Signature	Authorized Signature
DISTRICT EPR 3/8/11	PRODUCTION $3-8-11$ UIC $3-9-11$
Mail to: Past Operator 3-4-1 New Opera	tor 3-4-11 Distric 3 3 4-11

## Must Be Filed For All Wells

vs.d GPS for all well becapions

Lease Name	KF (FKA Abbie Norris, Mela	nder)	* Location: S	/2 of S3, T34S, R14E	
Well No.	API No. (YR DRLD/PRE '67)	Footage from S (i.e. FSL = Feet from	Section Line om South Line)	Type of Well (Oil/Gas/INJ/WSW)	Well Status (PROD/TA'D/Abandoned)
I-50	15-125-22,591	1657 (FS)/FNL	5074 Circle	Oil	Producer
I-52	15-125-21,832 /	1666 FSI/FNL	4593 FEDFWL	Oil	Producer
1-54	15-125-22,592	1667 FSD FNL	4203 FEDFWL	Oil	Producer
1-56	15-125-23,018	1708 (FS) FNL	3724 FEDFWL	Oil	Producer
G-50	15-125-22,584 🗸	2327 (FSL)FNL	5070 FELFWL	Oil	Producer
G-52	15-125-22,585	2339 (FSI) FNL	4643 FEDFWL	Oil	Producer
G-54	15-125-22,586	2348 (FSI) FNL	4212 FEDFWL	Oil	Producer
N-149	15-125-22,606	74 (FSI)FNL	5206 (FEDFWL	EOR	Al
N-151	15-125-24,747	60 FSLFNL	4852 (FEDFWL	EOR	Al
N-153	15-125-24,748	63 FSD FNL	4415 FEDFWL	EOR	Al
N-155	15-125-24,749	66 FSDFNL	3970 FEDFWL	EOR	Al
L-149	15-125-22,600	677 (FSD/FNL	5252 FEDFWL	EOR	Al
L-151	15-125-22,601	682 (FSI) FNL	4854 FEDFWL	EOR	Al
L-153	15-125-22,602	660 FSI/FNL	4434 FEDFWL	EOR	Al
L-155	15-125-22,603	681 FSD/FNL	3969 FEDFWL	EOR	Al
J-149	15-125-22,593	1314 (FSD FNL	5256 FEDFWL	EOR	Al
J-151	15-125-22,594	1340 FSD FNL		EOR	Al
J-153	15-125-22,595	1353 FSDFNL		EOR	Al
J-155	15-125-22,596	1364 (FSDFNL	_	EOR	Al
H-149	15-125-22,587	1989 (FSL)FNL		EOR	Al
H-151	15-125-22,588	1998 (FSDFNL		EOR	Al ,
H-153	15-125-22,589	2014 FSDFNL			Al Drogn
H-155	15-125-22,590	2018 (FSI) FNL		FOR	AI RECEIVED
Y-149	15-125-22,610	2591 FS)/FNL			AI JAN 2 4 20
	heet may be attached if necessary		<u> </u>		KCC WICHIT

<sup>\*</sup> 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.

# Must Be Filed For All Wells

used GPS for all well & Charions

KDOR Lease No.:

* Lease Name:	KF (FKA Abbie Norris, Melander)		* Location: _S/2 of S3, T34S, R14E		
Well No.	API No. (YR DRLD/PRE '67)	Footage from S (i.e. FSL = Feet from		Type of Well (Oil/Gas/INJ/WSW)	Well Status (PROD/TA'D/Abandoned)
1	15-125-01,233	Circle 2484 FSD/FNL	1089 Circle	Oil	Producer
2	15-125-01,234 /	2482 FS) FNL	1544 FEDFWL	Oil	Producer
3	15-125-01,235 /	2473 SUFNL	1990 FEDFWL	Oil	Producer
4	15-125-01,236	2465 FSI FNL	2435 FEDFWL	Oil	Producer
5	15-125-01,237 /	2014 (FSI) FNL	1084 (FE) FWL	Oil	Producer
6	15-125-01,238/	2013 (FSL)FNL	1550 FEDFWL	Oil	Producer
7	15-125-01,239 /	2009 (FSI) FNL	1987 (EDFWL	Oil	Producer
8	15-125-01,240 /	2003 (FSI) FNL	2422 FEDFWL	Oil	Producer
9	15-125-01,241/	1575 (S) FNL	1532 FEDFWL	Oil	Producer
10	15-125-01,242′	2243 (FSI) FNL	1769 (FEL) FWL	Oil	Producer
11	15-125-01,243 /	2253 (FS)/FNL	1312 FEDFWL	Oil	Producer
12	15-125-01,244/	256 FSI)FNL	670 FED FWL	Oil	Producer
13	15-125-01,245/	353 FSD/FNL	1121 FEDFWL	Oil	Producer
14	15-125-01,246	293 FSI/FNL	1582 FED/FWL	Oil	Producer
15	15-125-01,247 🗸	695 FSI)/FNL	1536 FEWFWL	Oil	Producer
16	15-125-01,248 🗸	681 (FS)/FNL	2078 FED FWL	Oil	Producer
M-50	15-125-21,947 🗸	347 (FSI)/FNL	5075 FEDFWL	Oil	Producer
M-52	15-125-22,604 🗸	355 (SI)FNL	4634 (FEI) FWL	Oil	Producer
M-54	15-125-22,605	366 (FS)/FNL	4196 (FE) FWL	Oil	Producer
M-56	15-125-23,020	363 ESDFNL	3793 (FEI) FWL	Oil	Producer
K-50	15-125-22,597	997 ESIVENL	5058 (FE) FWL	Oil	Producer
K-52	15-125-22,598	1011 (FS)/FNL	4631 FED FWL	Oil	Producer
K-54	15-125-22,599	1014 EST FNL	4196 FELFWL	Oil RECEIVED	Producer
K-56	15-125-23,019 🗸	1007 (FS)/FNL	3777 (FE)/FWL	Oil JAN 2 4 2011	Producer
A conomite st	neet may be attached if necessary	•		KCC WICHITA	

A separate sheet may be attached if necessary

KCC WICHITA

<sup>\*</sup>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.

Must Be Filed For All Wells

vs. d GPS for all well Locations

KDOR Lease No.: Lease Name: _KF (FKA Abbie Norris, Melander)			V7		
		nder)	* Location:S/2 of S3, T34S, R14E		
Well No.	API No. (YR DRLD/PRE '67)	Footage from (i.e. FSL = Feet from 1)	Section Line om South Line)	Type of Well (Oil/Gas/INJ/WSW)	Well Status (PROD/TA'D/Abandoned)
Y-153	15-125-22,612	2635 FSI FNL	4413 Circle	EOR	Al
WSW-1	15-125-24,536	807 FSD FNL	3960 FEDFWL	SWD	Al
17	15-125-02260/ Pre-67	2436 (FS)/FNL	5097 FEI/FWL	Oil	Producer
		FSL/FNL	FEL/FWL		
· ·	1	FSL/FNL	FEL/FWL		
	4)	FŞL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		_
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		_
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
	•	FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		RECEIVED
		FSL/FNL	FEL/FWL	All growns and the first state of the first state o	
and the second		FSL/FNL	FEL/FWL		
A separate she	eet may be attached if necessary				WOO WICHILL

, coparate and an analysis attached a market and

<sup>\*</sup> 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

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

# CERTIFICATION OF COMPLIANCE WITH THE KANSAS SURFACE OWNER NOTIFICATION ACT

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.

OPERATOR: License # 31696	Well Location:		
Name: Cunningham Crude			
Name: Cunningham Crude Address 1: 3343 CR 2200	County: Montgomery		
A 4 4 2.	Lease Name: KF Well #:		
City: Independence State: KS Zip: 67301 +  Contact Person: Ron Cunningham  Phone: ( 620 ) 289-4700 Fax: ( 620 ) 289-4064	If filing a Form T-1 for multiple wells on a lease, enter the legal description o		
Contact Person: Ron Cunningham	the lease below:		
Phone: ( 620 ) 289-4700 Fax: ( 620 ) 289-4064	S/2 of S3, T34, R14E		
Email Address:			
Surface Owner Information:			
	When filing a Form T-1 involving multiple surface owners, attach an additiona		
Name: Kaminska Farms, Inc. Address 1: P.O. Box 343	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		
Address 2:	county, and in the real estate property tax records of the county treasurer.		
Address 2:			
the KCC with a plat showing the predicted locations of lease roads.	athodic Protection Borehole Intent), you must supply the surface owners and tank batteries, pipelines, and electrical lines. The locations shown on the plated on the Form C-1 plat. Form CB-1 plat, or a separate plat may be submitted.		
the KCC with a plat showing the predicted locations of lease roads.	tank batteries, pipelines, and electrical lines. The locations shown on the plat		
the KCC with a plat showing the predicted locations of lease roads, are preliminary non-binding estimates. The locations may be entered Select one of the following:	tank batteries, pipelines, and electrical lines. The locations shown on the plated on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted ce Act (House Bill 2032), I have provided the following to the surface be located: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form orm being filed is a Form C-1 or Form CB-1, the plat(s) required by this		
the KCC with a plat showing the predicted locations of lease roads, are preliminary non-binding estimates. The locations may be entered.  Select one of the following:  I certify that, pursuant to the Kansas Surface Owner Notion owner(s) of the land upon which the subject well is or will CP-1 that I am filing in connection with this form; 2) if the form; and 3) my operator name, address, phone number, form I have not provided this information to the surface owner(s) KCC will be required to send this information to the surface.	tank batteries, pipelines, and electrical lines. The locations shown on the plated on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted.  ce Act (House Bill 2032), I have provided the following to the surface be located: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form orm being filed is a Form C-1 or Form CB-1, the plat(s) required by this		
the KCC with a plat showing the predicted locations of lease roads, are preliminary non-binding estimates. The locations may be entered.  Select one of the following:  I certify that, pursuant to the Kansas Surface Owner Notion owner(s) of the land upon which the subject well is or will CP-1 that I am filing in connection with this form; 2) if the form; and 3) my operator name, address, phone number, form I have not provided this information to the surface owner(s) KCC will be required to send this information to the surface task, I acknowledge that I am being charged a \$30.00 hands.	ce Act (House Bill 2032), I have provided the following to the surface be located: 1) a copy of the Form C-1, Form CB-1, Form CB-1, Form T-1, or Form orm being filed is a Form C-1 or Form CB-1, the plat(s) required by this ax, and email address.  I acknowledge that, because I have not provided this information, the se owner(s). To mitigate the additional cost of the KCC performing this dling fee, payable to the KCC, which is enclosed with this form.  If the fee is not received with this form, the KSONA-CP-1 will be returned.		
the KCC with a plat showing the predicted locations of lease roads, are preliminary non-binding estimates. The locations may be entered.  Select one of the following:  I certify that, pursuant to the Kansas Surface Owner Notion owner(s) of the land upon which the subject well is or will CP-1 that I am filing in connection with this form; 2) if the form; and 3) my operator name, address, phone number, form; and 3) my operator name, address, phone number, form I have not provided this information to the surface owner(s) KCC will be required to send this information to the surface task, I acknowledge that I am being charged a \$30.00 hand form and the associated Form C-1, Form CB-1, Form T-1, or Form I hereby certify that the statements made herein are true and corrections.	ce Act (House Bill 2032), I have provided the following to the surface be located: 1) a copy of the Form C-1, Form CB-1, Form CB-1, Form T-1, or Form orm being filed is a Form C-1 or Form CB-1, the plat(s) required by this ax, and email address.  I acknowledge that, because I have not provided this information, the se owner(s). To mitigate the additional cost of the KCC performing this dling fee, payable to the KCC, which is enclosed with this form.  If the fee is not received with this form, the KSONA-CP-1 will be returned.		
the KCC with a plat showing the predicted locations of lease roads, are preliminary non-binding estimates. The locations may be entered Select one of the following:  I certify that, pursuant to the Kansas Surface Owner Notion owner(s) of the land upon which the subject well is or will CP-1 that I am filing in connection with this form; 2) if the form; and 3) my operator name, address, phone number, form I have not provided this information to the surface owner(s) KCC will be required to send this information to the surface task, I acknowledge that I am being charged a \$30.00 hand form and the associated Form C-1, Form CB-1, Form T-1, or Form	ce Act (House Bill 2032), I have provided the following to the surface be located: 1) a copy of the Form C-1, Form CB-1, Form CB-1, Form T-1, or Form orm being filled is a Form C-1 or Form CB-1, the plat(s) required by this ax, and email address.  I acknowledge that, because I have not provided this information, the se owner(s). To mitigate the additional cost of the KCC performing this dling fee, payable to the KCC, which is enclosed with this form.  If the fee is not received with this form, the KSONA-CP-1 will be returned.  RECEIVED		



# RELEASE OF OIL AND GAS LEASE

MARILYN CALHOUN, REGISTER OF DEEDS 11:11:15 AM, 7/30/2010 Receipt No.: 41959

RELEASE OF LEASE

\$6.00

ADDITIONAL PAGES
TECHNOLOGY FUND

**\$0.00 \$2.00** 

BOOK: 591

597

# KNOW ALL MEN BY THESE PRESENTS:

That undersigned does hereby release, relinquish and surrender to the Lessor, Kaminska Farms, Inc., its heirs, assigns and legal representatives, all right, title and interest, in and to a certain Oil and Gas Lease, made and entered into by and between Kaminska Farms, Inc., as Lessor, and 4-K Oil N Gas, a Kansas General Partnership, as Lessees dated the 8th day of March, 2005, covering the following described land, to-wit:

The Southeast Quarter of Section 3, T34S, R14E lying above the depth of approximately seven hundred (700) feet subsurface, including the Wayside and Weiser formations

said lease being recorded in the Office of the Register of Deeds of Montgomery County, Kansas in Book 546 of Records at Page 697.

Witness the following signature of the present owner this day of July, 2010.

Kaminska Farms, Inc.

Charles A. Kaminska, President

### **ACKNOWLEDGMENT**

STATE OF KANSAS	)
	) ss:
COUNTY OF MONTGOMERY	)

The foregoing instrument was acknowledged before me this day of July, 2010, by Charles A. Kaminska, as President of Kaminska Farms, Inc.

NOTARY PUBLIC

My Appointment Expires:

C \Users\Public\Documents\MEL\O&G\cunnkamrel.doc wpd

MELODI C, JONES
Notary Public State of Kansas
W Appl Expires

RECEIVED

JAN 2 4 2011

KCC WICHITA

→John Horst, Attorney P.O. Box 560 Caney, KS. 67333

STATE OF KANSAS MONTGOMERY COUNTY FILED FOR RECORD

MARILYN CALHOUN, REGISTER OF DEEDS

11:13:18 AM, 7/30/2010 Receipt No.: LEASE

\$6.00 \$8.00 \$10.00

BOOK:

591

PAGE:

# OIL AND GAS LEASE

TECHNOLOGY FUND 2010, between Kaminska Farms,

AUDITIONAL PAGES

THIS AGREEMENT, entered into this 2 day of Inc., (hereinafter called lessor) and Cunningham Crude, (hereinafter called lessee), does witness:

That lessor, for and in consideration of the sum of One Dollar (\$1.00) in hand paid and of the covenants and agreements hereinafter contained to be performed by the lessee, has this day granted, leased, and let, and by these presents does hereby grant, lease, and let exclusively unto the lessee the hereinafter described land, for the purpose of carrying on geological, geophysical, and other exploratory work, including core drilling, and the drilling, mining, and operating for, producing, and saving all of the oil, gas, casinghead gas, casinghead gasoline, including all associated hydrocarbons produced in a liquid or gaseous form and including gas found in and produced from coal formations or coal seams and all zones in communication therewith, which gas is sometimes referred to as coal bed methane, coal seam gas or occluded gas and all other gases and their respective constituent vapors, (including coalbed methane gas, helium, and all other constituents and substances produced therewith), including the dewatering for production of coalbed methane gas, and for constructing roads, laying pipe lines, building tanks, storing oil, and erecting other structures thereon which are necessary or convenient for the economical operation of said land to produce, save, take care of, and manufacture all of such substances, said tract of land with any reversionary rights therein being situated in the county of Montgomery, state of Kansas, and described as follows:

The South Half (S/2) of Section 3, Township 34 South, Range 14 East, lying above the depth of approximately seven hundred (700) feet subsurface, including the Wayside and Weiser formations

containing 320 acres, more or less.

- This lease shall remain in force for a term of one (1) year from the date hereof, and as long thereafter as oil, gas, casinghead gas, casinghead gasoline, or any of the products covered by this lease are or can be produced.
- The lessee shall deliver to lessor as royalty, free of cost, on the lease, or into the pipe line to which lessee may connect its wells, the equal one-eight (1/8th) part of all oil produced and saved from the leased premises, or at the lessee's option may pay to the lessor for such one-eighth royalty the market price for oil of like grade and gravity prevailing on the day such oil is run into the pipe line or into storage tanks.
- The lessee shall pay to lessor for gas produced from any oil well and used by the lessee for the manufacture of gasoline or any other product as royalty one-eighth (1/8th) of the market value of such gas at the mouth of the well; if said gas is sold by lessee, then as royalty 1/8th of the proceeds of the sale thereof.
- If Lessee shall commence to drill a well or commence reworking operations on an existing well within the term of this lease or any extension thereof, or on acreage pooled-therewith, the Lessee shall have the right to drill such well to completion or complete reworking operations with reasonable diligence and dispatch, and if oil or gas, or either of them, be found in paying quantities, this lease shall continue and be in force with like effect as if such well had been completed within the term of years first

1

COMMADE.

mentioned. Drilling operations or mining operations shall be deemed to be commenced when the first material is placed on the leased premises or when the first work, other than surveying or staking the location, is done thereon which is necessary for such operations.

- 6. In case said lessor owns a less interest in the above-described land, other than the entire and undivided fee simple estate therein, then the royalties and rentals herein provided shall be paid to said lessor only in the proportion which his interest bears to the whole and undivided fee. However, such rental shall be increased at the next succeeding rental anniversary after any reversion occurs to cover the interest so acquired.
- 7. The lessee shall have the right to use gas, oil, and water found on said land for its operations thereon, except water from the wells or ponds of the lessor. The lessee shall bury its pipe lines (below plow depth in tillable areas) and shall pay for damage caused by its operations to growing crops on said land. No well shall be drilled nearer than 200 feet to the house or barn now on said premises, without written consent of the lessor. Lessee shall have the right at any time during, and within six (6) months after the expiration of this lease, to remove all machinery, fixtures, houses, buildings, and other structures placed on said premises, including the right to draw and remove all casing. Lessee shall grade to the original level and restore the surface to its original condition, as nearly as practicable, within six (6) months after the expiration of this lease.
- 8. If the estate of either party hereof is assigned (and the privilege of assigning in whole or in part is expressly allowed), the covenants hereof shall extend to the heirs, devisees, executors, administrators, successors, and assigns, but no change of ownership in the land or in the rentals or royalties or any sum due under this lease shall be binding on the lessee until it has been furnished with either the original recorded instrument of conveyance or a duly certified copy thereof or a certified copy of the will of any deceased owner and of the probate thereof, or certified copy of the proceedings showing appointment of an administrator for the estate of any deceased owner, whichever is appropriate, together with all original recorded instruments of conveyance or duly certified copies thereof necessary in showing a complete chain of title back to lessor to the full interest claimed, and all advance payments of rentals made hereunder before receipt of said documents shall be binding on any direct or indirect assignee, grantee, devisee, administrator, executor, or heir of lessor.
- 9. If the leased premises are now or shall hereafter be owned in severalty or in separate tracts, the premises nevertheless shall be developed and operated as one lease, and all royalties accruing hereunder shall be treated as an entirety and shall be divided among and paid to such separate owners in the proportion that the acreage owned by each separate owner bears to the entire leased acreage.
- 10. Lessor hereby warrants and agrees to defend the title to the land herein-described and agrees that the lessee, at its option, may pay and discharge in whole or in part any taxes, mortgages, or other liens existing, levied, or assessed on or against the above-described lands and, in the event it exercises such option, it shall be subrogated to the rights of any holder or holders thereof and may reimburse itself by applying to the discharge of any such mortgage, tax, or other lien, any royalty or rentals accruing hereunder.
- 11. If, after the expiration of the primary term of this lease, production on the leased premises shall cease from any cause, this lease shall not terminate, provided lessee (a) resumes production, (b) initiates operations for recompleting an existing well within sixty (60) days from such cessation or (c)

initiates operations for drilling a new well within sixty (60) days from such cessation, and this lease shall remain in force during the diligent prosecution of such operations and, if production results therefrom, then as long as production continues.

- 12. Lessee may at any time surrender or cancel this lease in whole or in part by delivering or mailing such release to the lessor, or by placing same of record in the proper county. In case said lease is surrendered and canceled as to only a portion of the acreage covered thereby, then all payments and liabilities thereafter accruing under the terms of said lease as to the portion canceled, shall cease and determine and any rentals thereafter paid may be apportioned on an acreage basis, but as to the portion of the acreage not released the terms and provisions of this lease shall continue and remain in full force and effect for all purposes.
- 13. All provisions hereof, express or implied, shall be subject to all federal and state laws and the orders, rules, or regulations (and interpretations thereof) of all governmental agencies administering the same, and this lease, shall not be in any way terminated wholly or partially, nor shall the lessee be liable in damages for failure to comply with, any of the express or implied provisions hereof if such failure accords with any such laws, orders, rules, or regulations (or interpretations thereof). If, during the last six months of the primary term hereof, lessee should be prevented from drilling a well hereunder by the order of any constituted authority having jurisdiction there over, or if lessee should be unable during said period to drill a well hereunder due to equipment necessary in the drilling thereof not being available on account of any cause, the primary term of this lease shall continue until six months after said order is suspended and/or said equipment is available, but the lessee shall pay delay rentals herein provided during such extended time.
- 14. This lease and all its terms, conditions, and stipulations shall extend to and be binding on all successors of said lessor and lessee.

Kaminska Farms, Inc.

harles Kanto

Charles A. Kaminska, President, Lessor

IN WITNESS WHEREOF, we sign the day and year first above written.

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STATE OF KANSAS	)
	)
COUNTY OF MONTGOMERY	)
The foregoing instrur by Charles A. Kaminska, as Pr	ment was acknowledged before me this day of July, 2010, resident of Kaminska Farms Inc.
My Appointment Expires:	WELODI C. JONES

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### EXHIBIT "A"

ADDENDUM TO OIL AND GAS LEASE BY AND BETWEEN KAMINSKA FARMS, INC. AND CHARLES A. KAMINSKA, PRESIDENT, LESSORS, AND CUNNINGHAM CRUDE, LESSEE.

In consideration of the mutual covenants and agreements of the parties set forth in said Oil and Gas Lease, and other good and valuable consideration, it is further agreed by and between Lessors and Lessee as follows:

- 1. To the extent that the terms and conditions set forth in this Addendum conflict with any terms and conditions set forth in the oil and gas lease to which it is attached, this Addendum shall supercede the terms and conditions of the oil and gas lease.
- 2. Lessee shall pay to Lessors agreed surface damages prior to the commencement of drilling of any well on the leased premises, the sum of \$500.00, for all damages. Lessee shall pay to Lessors agreed surface damages prior to the setting of any tank battery facility located on the leased premises the sum of \$1,000.00 for all damages.
- 3. Lessee shall maintain all roadways used in its operations upon the leased premises in a good and workmanlike manner. Lessee agrees to consult with Lessor concerning the location and route of any lease roads on the property (including the continuing use of any existing lease roads). Lessor agrees that they shall not unreasonably withhold their consent to the location and route of any such roads. Lessee agrees to use only one (1) road to each well site. Width of traveled lease roadways shall be reasonable, and in no event shall the width exceed 20 feet. Lessee agrees to gravel roads in areas where needed (i.e. crop land, low-lying areas). Lessee agrees to use all-terrain vehicles when possible as opposed to heavier means of transportation so as to avoid ruts and other damage to Lessor's property.
- 4. All pipelines or underground electric lines of Lessee located within the tillable crop land and upon the leased premises shall be buried to a depth of not less than 18 inches below the surface of the leased premises.
- 5. Lessee shall clean up and remove from each well site, tank battery site and gas equipment location, all materials and debris within 120 days after the same has been drilled, completed and/or established. All equipment and appurtenances shall be kept in as clean, neat and orderly appearance as is practical.

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- 6. Lessee shall, for each pit, slush pond or saltwater pond dug during the course of its drilling operations place all topsoil from the ground on the leased premises into a pile on one side of such pond or pit and place all rough ground, rocks, stumps and subsurface soil into a pile on the opposite side of such pond or pit. Additionally, lessee shall fill in all pits not currently being used.
- 7. Within 120 days after the completion (completion to include all associated activities such as logging, perforating and fracturing) of the drilling or reworking of any well upon the leased premises requiring the use of a drilling or reworking pit, Lessee shall backfill such drilling or reworking pit, replacing the topsoil on top, and shall, as much as possible, return the surface of the land to its original condition. In like manner, upon completion or abandonment of any well, pit, pond, pipeline, tank battery, or other structure upon or disturbance of the surface of the leased premises, Lessee shall, within 120 days of such completion or abandonment, return the surface of the land to its original condition as nearly as practicable.
- 8. Lessee shall have the right during the term of this lease and within 120 days after the expiration of all or any portion thereof to remove all machinery, fixtures or other structures placed upon said premises by Lessee including the right to draw and remove all casing.
- 9. Lessee may not extend the term of this lease under the shut-in clause (paragraph 6) for a period exceeding two (2) total years.
- 10. Lessee shall construct and maintain good and substantial fences around all tank batteries, wells and other leasehold facilities.

In witness whereof, the parties have executed this Addendum to Oil and Gas Lease this 271% day of 2010.

Kaminska Farms, Inc.

Charles A. Kaminska, President, Lessoi

Cunningham Crude

Ron Cunningham, Lessee

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