

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 10 **
☐ Gas Lease: No. of Gas Wells _____ **
☐ Gas Gathering System: _____
☒ Saltwater Disposal Well - Permit No.: D-28,212
Spot Location: 385 feet from ☐ N / ☒ S Line
2255 feet from ☒ E / ☐ W Line
☒ Enhanced Recovery Project Permit No.: E-24,231
Entire Project: ☒ Yes ☐ No
Number of Injection Wells 2 **
Field Name: Peru-Sedan

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

Effective Date of Transfer: 6-1-11
KS Dept of Revenue Lease No.: 116552
Lease Name: Trotter
- - - SE Sec. 32 Twp. 33 R. 12 ☒ E ☐ W
Legal Description of Lease: SE 1/4 Sec. 32-33S-12E
County: Chautauqua
Production Zone(s): Wayside
Injection Zone(s): Wayside & Big Salt

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

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

Past Operator's License No. 7759 /
Past Operator's Name & Address: L-H Energy
5460 White Oak Ave #A330 Encino, CA 91316-2401
Title: Agent Attorney In Fact

Contact Person: Jon R. Viets
Phone: 620-331-0144
Date: 6-27-11
Signature: [Signature]
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New Operator's License No. 31471 /
New Operator's Name & Address: Randy Roberts
1122 Rd 23 Sedan, KS 67361
Title: owner/operator

Contact Person: Randy Roberts
Phone: 620-870-0823
Oil / Gas Purchaser: Coffeyville Resources
Date: 6-24-11
Signature: Randy Roberts

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.

Roberts, Randy is acknowledged as
the new operator and may continue to inject fluids as authorized by
Permit No.: E-24,231 . Recommended action: Violations
TAX- MIT Past Due + U3C Due 2009-2010
Date: 7-28-11 Cherry L. Boyer
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 7-28-11 PRODUCTION 8-23-11 UIC 7-28-11
Mail to: Past Operator 7-28-11 New Operator 7-28-11 District (3) 7-28-11

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

060111 Trotter IMJ.pdf

* Lease Name: Trotter

* Location: SE 1/4 Sec. 32-33S-12E

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* 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.

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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

KCC WICHITA
**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.

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

OPERATOR: License # 31471
Name: Randy Roberts
Address 1: 1122 Rd 23
Address 2: _____
City: Sedan State: KS Zip: 67361 + _____
Contact Person: Randy Roberts
Phone: (620) 870-0823 Fax: (_____) _____
Email Address: _____

Well Location:
_____ SE Sec. 32 Twp. 33 S. R. 12 ☒ East ☐ West
County: Chautauqua
Lease Name: Trotter Well #: 8X and WI-1

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

SE 1/4 Sec. 32-33S-12E

Surface Owner Information:

Name: Robert E. Rogers
Address 1: 2401 Junction Rd
Address 2: _____
City: Sedan State: KS Zip: 67361 + _____

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: 6-24-11 Signature of Operator or Agent: Randy Roberts Title: owner/operator

SPECIAL POWER OF ATTORNEY

KNOW ALL MEN BY THESE PRESENTS:

That the undersigned, LH Energy, Inc., a Kansas corporation, has made, constituted and appointed, and by these presents does make, constitute and appoint Jon R. Viets of Independence, Kansas, as its true and lawful attorney-in-fact for, and with respect to, its business and assets located within, and pertaining to, the State of Kansas, including without limitation, the "Moran Gas System" as described in Exhibit "A", the Barnett Lease as described in Exhibit "B" and the Trotter Lease as described in Exhibit "C".

The said attorney in fact is authorized and empowered, on behalf, and in the name, of the undersigned to do and perform the following: (i) to demand, recover and receive all and any sums of money, debts, or property (tangible or intangible) as may be due to and belong unto the undersigned; (ii) to make, execute and deliver assignments, bills of sale and any other instruments of conveyance with respect to the assets of the undersigned; (iii) to receive, hold and invest the proceeds of the sale of the assets or other monies belonging to the undersigned; (iv) to make, execute and deliver division orders, transfer order or letters-in-lieu thereof; (iv) to make, execute and deliver governmental and public notices, transfers and certificates pertaining to the business, affairs and assets of the undersigned, and specifically to serve as the agent and attorney of the undersigned with respect to any and all matters before the Kansas Corporation Commission and other local, Kansas and Federal regulatory bodies with jurisdiction; and (v) to perform such other acts as may be necessary, incidental or desirable for the use and benefit of the undersigned.

This Special Power of Attorney shall remain in effect for one (1) year from the date of this instrument. This Special Power of Attorney may be sooner revoked by the undersigned by written notice delivered to the attorney-in-fact, but any person relying on this Special Power of Attorney shall be entitled to do so unless and until written notice of revocation is filed of record in the office of the Register of Deeds of Chautauqua and Allen Counties.

WITNESS the hand of the duly elected and empowered officers of the undersigned this 23 day of May, 2011.

LH Energy, Inc.
A Kansas Corporation

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By: Sue Levine
Sue Levine, Vice President

STATE OF CALIFORNIA
COUNTY OF LOS ANGELES

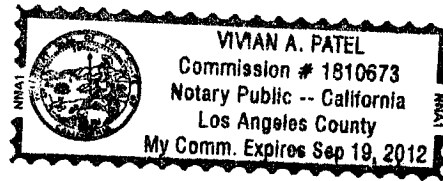
}
} ss.

On May 23rd, 2011, before me, Vivian A. Patel, a notary public, personally appeared Sue Levine, Vice President of L.H. Energy, Inc., who proved to me on the basis of satisfactory evidence to be the person whose name is subscribed to the within instrument and acknowledged to me that she executed the same in her authorized capacity, and that by her signature on the instrument the person, or the entity upon behalf of which the person acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

Signature Vivian A. Patel



(NOTARY SEAL)

California Civil Code Section 1189(a)(1) (rev 1/2008)

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EXHIBIT "A"

"Moran Gas System"

- (1) *Compressor Facility:* Quincy single stage, dual piston compressor located in the approximate SW/C NW/4 7-25S-21E, Allen County, Kansas.
- (2) *Dehy Facility:* Atikokan Dehydrator Unit (temperature/pressure swing activated alumina) located in the approximate NE/C 6-24S-20E, Allen County, Kansas.
- (3) *Pipeline:* Approximately 2.5 miles 3" poly transmission line connecting Compressor Facility to Dehy Facility, together with various gathering lines to well locations on the Barnett, Stanley and Aldrich Leases.
- (4) *Contract:* Gas Purchase Contract between LH Energy, Inc., as seller, and Kansas Gas Service, as purchaser, executed March 15, 2004, access furnished via tap in the vicinity of Dehy Facility (note: meter, coalescer and automatic shut-off unit at the tap are the property of KGS).

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EXHIBIT "B"

"Barnett" Lease

LESSOR: Harold L. Barnett, et ux.
LESSEE: Younas Chaudhary
DATE: November 16, 1979
RECORDED: Book M95, Page 548
PROPERTY: The NE/4 (160 acres); the Northwest Fractional Quarter (144 acres); Off North side of SW/4 in Section 7, Township 25, Range 21 (57 acres); the SE/4 and NE/4 less W/2 NE/4 and SE/4 strip 165 feet across west side of section, in Section 13, Township 25, Range 18 (300 acres); N/2 NW/4 in Section 35, Township 25, Range 18 (80 acres); the North 50 acres of West 73 acres of SE/4 and perpetual easement on South 23 acres of West 73 acres, Section 6, Township 25, Range 19 (50 acres); S/2 SE/4 less tract sold, Section 26, Township 25, Range 18 (74 acres); SE/4, NE/4 of Charles Br. and West of Coal Creek, Section 35, Township 25, Range 18 (40 acres); E/2 NW/4 SW/4 (20 acres) and part W/2 NW/4 SW/4 north of Coal Creek (14 acres), in Section 36, Township 25, Range 18, containing in all 939 acres, more or less, Allen County, Kansas

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EXHIBIT "C"

"Trotter" Lease

LESSOR: J. David Trotter, et ux.
LESSEE: J. S. Carter, d/b/a Two J. Drilling Co.
DATE: April 24, 1980
RECORDED: Book 47, Leases, Page 24
PROPERTY: SE/4, Section 32, T33S, R12E, Chautauqua County,
Kansas

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Entire Project: ☒ Yes ☐ No
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SE Sec. 32 Twp. 33 R. 12 ☒ E ☐ W
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County: Chautauqua
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Surface Pit Permit No.: _____
(API No. if Drill Pit, WO or Haul)

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

Past Operator's License No. 7759 ✓
Past Operator's Name & Address: L-H Energy
5460 White Oak Ave #A330 Encino, CA 91316-2401
Title: Agent Attorney In Fact

Contact Person: Jon R. Viets
Phone: 620-331-0144
Date: 6-27-11
Signature: [Signature]
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New Operator's License No. 31471 ✓
New Operator's Name & Address: Randy Roberts
1122 Rd 23 Sedan, KS 67361
Title: owner/operator

Contact Person: Randy Roberts
Phone: 620-870-0823
Oil / Gas Purchaser: Coffeyville Resources
Date: 6-24-11
Signature: [Signature]

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Roberts, Randy is acknowledged as
the new operator and may continue to inject fluids as authorized by
Permit No.: D-28,212. Recommended action: DONE
Date: 7-28-11 [Signature]
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 7-28-11 PRODUCTION 8-24-11 UIC 7-28-11
Mail to: Past Operator 7-28-11 New Operator 7-28-11 District (3) 7-28-11

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

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✓

* Location: SE 1/4 Sec. 32-33S-12E

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