

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

061311

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: NE NW NW 7 16 25E
- ☐ 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: PAOLA-RANTOUL

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

Effective Date of Transfer: 06/13/2011

KS Dept of Revenue Lease No.: 223228

Lease Name: APAC

_____ NE _____ NW _____ NW Sec. 7 Twp. 16 R. 25 ☒ E ☐ W

Legal Description of Lease: ATTACHED

County: MIAMI

Production Zone(s): CHEROKEE

Injection Zone(s): _____

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 OR

Past Operator's License No. 32294 Exp. 3/30/11

Contact Person: Jeff Taylor

Past Operator's Name & Address: Osborn Energy, LLC

Phone: 913-533-9900

24850 Farley, Bucyrus KS 66013

Date: 06-13-2011

Title: Director Of Operations

Signature: J Taylor

New Operator's License No. 34570

Contact Person: Jeff Taylor

New Operator's Name & Address: Central States Energy

Phone: 913-238-3156

24850 Farley, Bucyrus, KS 66013

Oil / Gas Purchaser: Riverdale

Date: 06/13/2011

Title: Director of Operations

Signature: J Taylor

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: _____
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 9-7-11 PRODUCTION 9.08.11 UIC 9-8-11
Mail to: Past Operator _____ New Operator _____ District _____

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

061311_Apac.pdf

✓ 02

KDOR Lease No.: 223228

* Lease Name: APAC * Location: _____

* Location: _____

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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.

APAC

Legal Description of Properties

The Northwest Fractional Quarter of Section 7, Township 16 South, Range 25 East of the 6th P.M., EXCEPT for land deeded to the State of Kansas for highway right of way as shown in Deed Book 262 on Page 613 and EXCEPT for a tract of land in the Northwest corner of said Fractional Quarter Section as shown in Deed Book 363 on Page 90, and being more particularly described as follows after deducting said exceptions:

Beginning at the Northeast corner of said Quarter Section; thence South 87 degrees 25 minutes 50 seconds West for a distance of 487.10 feet along the North line of said Fractional Quarter Section to the TRUE POINT OF BEGINNING, said point being on the right of way of Highway 69; thence South 02 degrees 34 minutes 10 seconds East for a distance of 50.00 feet along said highway right of way; thence South 86 degrees 51 minutes 10 seconds East for a distance of 100.50 along said highway right of way; thence North 87 degrees 25 minutes 23 seconds East for a distance of 240.0 feet, by deed, 240.50 feet, measured, along said highway right of way; thence South 86 degrees 35 minutes 04 seconds East for a distance of 121.1 feet, by deed, 120.81 feet, measured, along said right of way; thence South 01 degrees 04 minutes 03 seconds East for a distance of 1347.8 feet, by deed, 1347.97 feet, measured, along said highway right of way; thence South 10 degrees 56 minutes 37 seconds West for a distance of 403.8 feet, by deed, 403.88 feet, measured, along said highway right of way; thence South 06 degrees 06 minutes 37 seconds East for a distance of 209.4 feet, by deed, 208.56 feet, measured, along said highway right of way; thence South 02 degrees 25 minutes 38 seconds West for a distance of 307.3 feet, by deed, 307.40 feet, measured, along said highway right of way; thence South 02 degrees 41 minutes 43 seconds West for a distance of 205.3 feet, by deed, 205.16 feet, measured, along said highway right of way; thence along a curve to the left having a radius of 5879.58 feet and an arc length of 133.48 feet, being subtended by a chord of South 01 degrees 35 minutes 27 seconds East for a distance of 133.47 feet along said right of way to a point on the South line of said Fractional Quarter Section, said point being 172.4 West of the Southeast corner of said Fractional Quarter Section; thence South 87 degrees 28 minutes 27 seconds West for a distance of 2467.87 Feet to the Southwest corner of said Quarter Section; thence North 02 degrees 20 minutes 53 seconds West for a distance of 1902.96 feet along the West line of said Quarter Section to a point being 760.00 feet, by deed, 760.11 feet, measured, South of the Northwest corner of said Quarter Section; thence North 87 degrees 25 minutes 58 seconds East for a distance of 710.00 feet; thence North 02 degrees 21 minutes 51 seconds West for a distance of 760.00 feet, by deed, 760.14 feet, measured, to a point on the North line of said Quarter Section, said point being 710.00 feet, by deed, 709.79 feet, measured, East of the Northwest corner of said Quarter Section; thence North 87 degrees 25 minutes 50 seconds East for a distance of 1451.83 feet along the North line of said Quarter Section to the TRUE POINT OF BEGINNING; Together with and subject to covenants, easements, and restrictions of record. Said property contains 143.65 acres more or less, in Miami County, Kansas.

And the West 1/4 of the Southwest 1/4 of Section 7, Township 16, Range 25, Miami County, Kansas. Said Property contains 79.65 Acres, more or less, in Miami County, Kansas.

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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 # 34570
Name: Central States Energy
Address 1: 24850 Farley
Address 2: _____
City: Bucyrus State: KS Zip: 66013 + _____
Contact Person: Jeff Taylor
Phone: (913) 238-3156 Fax: (816) 618-3152
Email Address: _____

Well Location:
NE NW NW Sec. 7 Twp. 16 S. R. 25 ☒ East ☐ West
County: MIAMI
Lease Name: APAC 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: APAC-Kansas/Reno Division PO Box 23910 Overland Park, KS 66283
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: 06/13/2011 Signature of Operator or Agent: Jeff Taylor Title: Director of Operations

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