

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 22 **
☐ 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.: E-21,190
Entire Project: ☒ Yes ☐ No
Number of Injection Wells 2 **

Field Name: Jefferson

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

Effective Date of Transfer: June 21, 2011

KS Dept of Revenue Lease No.: 112489

Lease Name: Gillman

_____ W/2 Sec. 24 Twp. 34 R. 15 ☒ E ☐ W

Legal Description of Lease: W/2 - (NE/4 NW/4) -
(SE/4 SW/4) - (SW/4 SW/4)

County: Montgomery

Production Zone(s): Wayside

Injection Zone(s): Wayside

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

Type of Pit: ☐ Emergency ☐ Burn ☐ Settling

☐ Haul-Off ☐ Workover ☐ Drilling OK

Past Operator's License No. 3830 ✓

Past Operator's Name & Address: AX&P, Inc.
P.O. Box 1176 Independence, KS 67301

Title: President

Contact Person: Jurgen Hanke

Phone: 620) 325-5212

Date: 6/8/2011

Signature: Jurgen Hanke

Contact Person: Mike McClenning

Phone: 620) 289-4001

Oil / Gas Purchaser: Pacer Energy Mktg.

Date: 6/21/2011

Signature: Mike McClenning

New Operator's License No. 32219 ✓

New Operator's Name & Address: Michael McClenning
dba Production Maintenance Service

P.O. Box 275 Tyro, KS 67364

Title: Pre4sident

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.

McClenning, Mike dba Production Maintenance Service is acknowledged as

the new operator and may continue to inject fluids as authorized by

Permit No.: E-21,190 Recommended action: _____

Date: 8-26-11 Cheryl J. Bayer

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 8-25-11 PRODUCTION 8-31-11 UIC 8-26-11
Mail to: Past Operator 8-26-11 New Operator 8-26-11 District 3 8-26-11

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

062111_Gillman_JMG.pdf

* Location: SEC 24-34-15 E

Well Status
(PROD/TA'D/Abandoned)

RECEIVED
KANSAS CORPORATION COMMISSION
JUN 23 2011
CONSERVATION DIVISION
WICHITA, KS

* 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 # 3830
Name: AX&P, Inc.
Address 1: P.O. Box 1176
Address 2: _____
City: Independence State: KS Zip: 67301 + J J Hanke
Contact Person: J J Hanke
Phone: (620) 325-5212 Fax: (620) 325-3616
Email Address: _____

Well Location:
_____ W/2* Sec. 34 Twp. 24 S. R. 15 ☒ East ☐ West
County: Montgomery
Lease Name: Gillman Well #: Lease

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

W/2-(NE/4 NW/4)-(SE/4SW/4)-(SW/4SW/4)

Surface Owner Information:

Name: RRG Enterprises, LLC.
Address 1: 2140 E 154th Street
Address 2: _____
City: Olatha State: KS Zip: 66062-2968 + _____

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 owner information to 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: 6/21/11 Signature of Operator or Agent: [Signature] Title: PRES.