

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 1 **
☐ 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-27,052

Entire Project: ☒ Yes ☐ No

Number of Injection Wells 1 **

Field Name: Otis-Albert Reichel

** Side Two Must Be Completed.

Effective Date of Transfer: 6/6/2011

KS Dept of Revenue Lease No.: 133996

Lease Name: Hardy

Sec. 11 Twp. 18 R. 17 ☐ E ☒ W

Legal Description of Lease: All of 11-18-17 W

County: Rush

Production Zone(s): Lansing

Injection Zone(s): Lansing

Surface Pit Permit No.: P09733, *P09734
(API No. if Drill Pit, Well or Haul)

1320 feet from ☐ N / ☒ S Line of Section
5240 feet from ☒ E / ☐ W Line of Section

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

Past Operator's License No. 4952 Exp. 5/30/11

Contact Person: Starr F Schlobohm

Past Operator's Name & Address: Starr F Schlobohm

Phone: 603-569-9790

10 Greenleaf Drive; Wolfeboro, NH 03894

Date: 6-23-11

Title: Owner

Signature: [Signature] Attorney

New Operator's License No. 33905 ✓

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New Operator's Name & Address: Royal Drilling, Inc

JUN 27 2011

719 Witt Ave; PO Box 342

Russell, KS 67665

KCC WICHITA

Title: President

Contact Person: John L Driscoll

Phone: 785-483-6446 (Office) or 785-483-9580 (Cell)

Oil / Gas Purchaser: Coffeyville Resources

Date: 6-23-11

Signature: [Signature] KCC WICHITA

OCT 05 2011

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.

Royal Drilling, Inc is acknowledged as
the new operator and may continue to inject fluids as authorized by
Permit No.: E-27,052 Recommended action: _____
Violations Need U3C for 2005-2010
Date: 10-7-11 Cheryl L Bayer
Authorized Signature

Royal Drilling, Inc. is acknowledged as
the new operator of the above named lease containing the surface pit
permitted by No.: P09733 + P09734
Date: 10-6-11 Olivia Raigosa
Authorized Signature

DISTRICT _____ EPR 10-6-11 PRODUCTION 10-10-11 UIC 10-7-11
Mail to: Past Operator 10-7-11 New Operator 10-7-11 District 1 10-7-11

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

060111 Hardy INC.pdf

✓

✓

* Location: 11-18-17 W

Well Status
(PROD/TA'D/Abandoned)

* Pit @ Inj P09734 4020 (FEL) FNL 4950 (FEL) FWL Emergency Pit

FEL/FWL

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

Form KSONA-1
July 2010
Form Must Be Typed
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**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 # 33905
Name: Royal Drilling, Inc.
Address 1: 719 Witt Avenue
Address 2: P.O. Box 342
City: Russell State: KS Zip: 67665 +
Contact Person: John L. Driscoll
Phone: (785) 483-6446 Fax: (785) 483-6566
Email Address: royaldrilling@ruraltel.net

Well Location:
____ Sec. ____ Twp. ____ S. R. ____ ☐ East ☒ West
County: Rush

Lease Name: Hardy Well #: _____
If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:

Section 11, Twp. 18, R. 17W

Surface Owner Information:

Name: Donald C. Hardy
Address 1: R.R. 1, Box 11
Address 2: _____
City: Bison, KS State: KS Zip: 67522

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.

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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: 6-23-11 Signature of Operator or Agent: [Signature] Title: President