

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 Two **
☐ Gas Lease: No. of Gas Wells None **
☐ Gas Gathering System: None
☐ Saltwater Disposal Well - Permit No.: None
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 None **

Field Name: _____

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

Effective Date of Transfer: 2/4/12
KS Dept of Revenue Lease No.: 558/334 137633
Lease Name: Minnich
E-1/2 Sec. 10 Twp. 33 R. 17 ☒ E ☐ W
Legal Description of Lease: Minnich
County: Mongton
Production Zone(s): 750 Bar
Injection Zone(s): NA

Surface Pit Permit No.: P00163
(API No. if Drill Pit, WO or Haul)

Type of Pit: ☒ Emergency ☐ Burn ☐ Settling

☐ Haul-Off ☐ Workover ☐ Drilling

Past Operator's License No. Unknown

Contact Person: NR

Past Operator's Name & Address: Thomas Werner
920 E 5th St.
Title: Cherryvale, KS. 67335

Phone: _____
Date: _____
Signature: _____

New Operator's License No. 34498

Contact Person: Same

New Operator's Name & Address: John R House Sr.
222 W 7th Cherryvale KS
67335

Phone: _____
Oil / Gas Purchaser: _____
Date: _____

Title: _____

Signature: John R House Sr. SKCC WICHITA

Acknowledgment of Transfer: The above request for transfer of injection authorization, surface pit permit # None 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

John R House Sr. is acknowledged as
the new operator of the above named lease containing the surface pit
permitted by No.: P00163

Date: 2/15/12 Olivia Raigosa

Authorized Signature

DISTRICT _____ EPR 2-15-12

PRODUCTION 02-16-12

UIC 2-16-12

Mail to: Past Operator _____

New Operator _____

District _____

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

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020412 Minnich.pdf

KDOR Lease No.:

Lease Name:

* Location:

Well Status
(PROD/TA'D/Abandoned)

Prod SEK

Proof $SF \perp$

FEL/FWL

_FEL/FWL

FEL/FWL

FEL/FWL

FEL/FWL

FEL/FWL

FEL/FWL

FEL/FWL

FEL/FWL

FEL/FWL

FEL/FWL

FEL/FWL

FEL/FWL

FEL/FWL

FEL/FWL

FEL/FWL

_FEL/FWL

_FEL/FWL

_FEL/FWL

- FEL/FWL

FEL/FWL

FEL/FWL

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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.

X

LEASE

This lease is limited to Oil Production only and is non-Transferable

Agreement, made and entered into this 28th day of JAN 2011

By and between Larry D. Minnich and John R. House

Larry D. Minnich hereinafter called lessor and John R. House hereinafter called lessee.

1. Lessor, for and in consideration of the sum of Ten Dollars (\$10.00) and the covenants And agreements hereinafter contained, does hereby grant, lease and let unto said lessee,

The following described land for the purpose of producing of oil from existing wells on

Said lease and drilling and operation of new wells for the production of new wells for the

Production of oil only. Section E 1/2 of SE 1/4 of section 10 Township 33 Range 17E

Containing 80 acres more or less located in Montgomery County, Kansas.

2. Primary Term. This lease shall remain in full force as long as oil is produced from said Land by lessee in paying Quantities or the premises are being developed, by lessee this Lease may not be assigned or transferred and shall be terminated if lessee does not Maintain operation of said lease for a period of six months (6 months) or defaults on any Provisions here of Expressed or implied.

Lessee shall be subject to all federal and state laws and the orders, rules or regulations of All governmental agencies administering the same.

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3. Royalty: lessor shall receive royalties as follows:

- (a) lessee shall deliver to the credit of Lessor as royalty, free at cost of production, storage or treatment on the leased premises, into the storage tanks to which lessee may connect its wells, the equal one-eighth (1/8) part of all oil production, saved and marketed from the leased premises.

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4. Special Provisions.

- (a) Lessee will notify lessor of any new well locations for lessors approval of such locations before drilling commences upon said property.

- (b) Lessee will consult with lessor on course, route and direction of lease roads, line (pipe, electrical) installations so as to minimize interference with surface use, Lessee to

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Establish and utilize the minimum number of lease roads necessary to conduct operations and shall not deviate from lease roads once established. Lease roads shall be maintained in good condition so as to prevent rutting and erosion.

- (c) Lessee shall defend, indemnify and hold harmless lessor from any environmental damage, spills or leaks arising from Lessee's operation.
- (d) If gas is produced from any well, Lessor shall have the right to take such gas, free of charge, for domestic purposes.

Whereof witness our hands as of the day and year first above written.

NAME [Signature]
SSN# _____
ADDRESS P.O. Box 371
Cherryvale, Ks
67335

NAME John R. Housel
SSN# _____
ADDRESS 222 W 7th
Cherryvale Ks
67335

State of Kansas County of Montgomery

The foregoing instrument was acknowledge before

Me this 28th day of January 2011

BY: Stephanie Crain

Stephanie Crain

NOTARY PUBLIC

COMMISSION / APPOINTMENT EXPIRES 3/6/2012



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Page 2 Montgomery County Tax Receipt # 352480-001 Date Paid 2011/12/20
 Operator.PATTY Paid By...LARRY D MINNICH Entered... 2011/12/20
 Legal.....SE4 Lease #...558/334
 Name.....MINNICH

Tax Year	Tax Type	Stmnt #	1st Half Paid	2nd Half Paid
2011	Prescribed Equipment	3100307	20.27	20.27
2011	Itemized Equipment	3100307		

Pursuant to K.S.A. 79-32,206, there is an income tax credit available equal to 25% of the above property tax. Send a copy of this receipt and Kansas Schedule K-64 when filing your state return to obtain the credit.

WERN0016 WERNER, THOMAS 352480-001
 920 E 5TH ST
 CHERRYVALE KS 67335-0000

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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 # 31498
Name: House, John R. Sr.
Address 1: 222 W 7th
Address 2: _____
City: Cherryvale State: Ks Zip: 67+335
Contact Person: Same
Phone: (620) 779-0528 Fax: 0528
Email Address: _____

Well Location: NA
E 1/4 SE 1/4 Sec. 10 Twp. 35 S. R. 17E East ☒ West ☐
County: _____

Lease Name: _____ Well #: _____

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

Surface Owner Information:

Name: James D. Minnich
Address 1: P.O. Box 371 Cherryvale Ks
Address 2: R.R. 2 Co. Rd. 3800
City: Cherryvale State: Ks Zip: 67335

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: 2/4/12 Signature of Operator or Agent: JR House Sr. Title: Indiv Ind.

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Mail to: KCC - Conservation Division, 130 S. Market - Room 1006 - Wichita, KS 67202

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