

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 2 \*\*  
☐ 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-25410  
Entire Project: ☒ Yes ☐ No  
Number of Injection Wells 1 \*\*

Field Name: Fralick South

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

Effective Date of Transfer: February 1, 2012

KS Dept of Revenue Lease No.: 127274

Lease Name: Zimmerman  
S/2 NE 36 - 27 20 W  
S/2 NE Sec. 35 Twp. 27S R. 20 ☐ E ☒ W

Legal Description of Lease: S/2 NE/4 Section 35-27S-20W

County: Kiowa

Production Zone(s): Mississippi

Injection Zone(s): Mississippi

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 OK

Past Operator's License No. 31980 ✓  
Lotus Operating Company, LLC  
Past Operator's Name & Address: 100 S. Main, Ste 420

Wichita, KS 67202

Title: President

Contact Person: Tim Hellman

Phone: 316-262-1077

Date: 2/16/2012

Signature: [Signature]

New Operator's License No. 3273 ✓

New Operator's Name & Address: Herman L. Loeb, LLC

PO BOX 838

Lawrenceville, IL 62439

Title: Operation & Production Manager

Contact Person: Jesse R. Middagh

Phone: 618-943-2227

Oil / Gas Purchaser: To be determined

Date: 2/16/2012

Signature: [Signature]

RECEIVED

MAR 13 2012

KCC WICHITA

**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.

Herman L. Loeb, LLC is acknowledged as  
the new operator and may continue to inject fluids as authorized by  
Permit No.: E-25410 Recommended action: \_\_\_\_\_

Date: 3-20-12 Cheryl L. Beyer  
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 3/14/12 PRODUCTION 3.27.12 UIC 3-20-12  
Mail to: Past Operator 3-20-12 New Operator 3-20-12 District 1 3-20-12

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

FEB 27 2012

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**Side Two**

***Must Be Filed For All Wells***

KDOR Lease No.: 127274

\* Lease Name: Zimmerman

\* Location: S/2 NE/4

*A separate sheet may be attached if necessary*

\* 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  
Form must be Signed  
All blanks must be Filled

**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 # 31980  
Name: Lotus Operating Company  
Address 1: 100 S. Main, Ste 420  
Address 2: \_\_\_\_\_  
City: Wichita State: KS Zip: 67202 + 3737  
Contact Person: Tim Hellman  
Phone: ( 316 ) 262-1077 Fax: ( 316 ) 219-1217  
Email Address: thellman@lotusoperating.com

Well Location: NW 1/4 36 27 20 W  
\_\_\_\_\_ S2 NE Sec. 35 Twp. 27 S. R. 20 ☐ East ☒ West  
County: Kiowa  
Lease Name: Zimmerman Well #: \_\_\_\_\_

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

S2 NE Sec 35-27S-20W

NW 1/4 Sec 36-27-20W

*\* per email  
from Tim  
Hellman  
he is sending  
New KSONA to  
Landowner*

**Surface Owner Information:**

Name: Brad Zimmerman  
Address 1: 2500 H Street  
Address 2: \_\_\_\_\_  
City: Mullinville State: KS Zip: 67109 + \_\_\_\_\_

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: 3/12/2012 Signature of Operator or Agent: Jim D. Hale Title: President

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MAR 13 2012  
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## Cheryl L. Boyer

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**From:** Tim Hellman [thellman@lotusoperating.com]  
**Sent:** Monday, March 19, 2012 5:41 PM  
**To:** Cheryl L. Boyer  
**Subject:** RE: Zimmerman Lease

Cheryl,  
I'm on a well and will take care of this on Friday, when I return. I had to go to the location earlier than I thought. Yes it is the same land owner and the NW/4 of section 36.

Thank you.  
Tim

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**From:** Cheryl L. Boyer [mailto:[c.boyer@kcc.ks.gov](mailto:c.boyer@kcc.ks.gov)]  
**Sent:** Thursday, March 15, 2012 11:00 AM  
**To:** [thellman@lotusoperating.com](mailto:thellman@lotusoperating.com)  
**Subject:** Zimmerman Lease

Hi Tim

I received your T1 to process effective 2/1/2012 changing operators from Lotus Operating Co., LLC to Herman L Loeb, LLC.

In reviewing the Docket file, I find that the injection well is actually in the NW of Sec 36 T27 R20E. The T1 and the KOSNA both

Only state the NE of Sec 35 T27 R20E.

Please verify if the NW Sec 36 T27 R20E should be added to the T1 and the KOSNA. If so, please provide a revised copy of KOSNA to the Surface Owner – Brad Zimmerman.

Please advise as soon as possible so that I may be able to process the T1.

Thank you for your help.

Cheryl Boyer  
Research Analyst



UIC Divison  
Kansas Corporation Commission  
130 S. Market, Room 2078 / Wichita, KS / 67202-3802  
(316) 337-6236 / Fax (316) 337-6200 / <http://kcc.ks.gov/>  
[cboyer@kcc.ks.gov](mailto:cboyer@kcc.ks.gov)