KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form 7-1 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,

| Check Applicable Boxes: MUST be subm | nitted 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.: D25564 | Effective Date of Transfer: 05/01/2012 KS Dept of Revenue Lease No.: 129048 Lease Name: House 2-36 |
| 2980 feet from X E / W Line Enhanced Recovery Project Permit No.: Entire Project: Yes No Number of Injection Wells ** Field Name: Roland SE | Legal Description of Lease: NW/4 36-16S-20W County: Rush Production Zone(s): Arbuckle Injection Zone(s): Arbuckle |
| Surface Pit Permit No.: P09468 (API No. if Drill Pit, WO or Haul) Type of Pit: Emergency Burn Settling | 4620 feet from |
| Past Operator's License No. 33146 Past Operator's Name & Address: Hembree Energy, LLC 1801 E. 56th Ave, Hutchinson, KS 67502 | Contact Person: Fred J. Hembree MAY 1 8 2012 Phone: 620-802-7960 Date: 4/27/2012 CONTACT Person: Fred J. Hembree MAY 1 8 2012 CONTACT Person: Fred J. Hembree MAY 1 8 2012 CONTACT Person: Fred J. Hembree MAY 1 8 2012 CONTACT PERSON: Fred J. Hembree MAY 1 8 2012 |
| Title: Managing Member New Operator's License No. 5259 ✓ | Signature: X Contact Person: Allen Bangert |
| New Operator's Name & Address: Mai Oil Operations, Inc. 101 W. Wichita Ave, Russell, KS 67665 | Phone: 785-483-2169 Oil / Gas Purchaser: NCRA Date: 04/30/21127 |
| Title: Production Superintendant Acknowledgment of Transfer: The above request for transfer of injection | |
| Commission records only and does not convey any ownership interest in the | m: Orl Dage lines Tree |
| the new operator and may continue to inject fluids as authorized by Permit No.: 1.55.504 . Recommended action: Date: 5.30-12 . Authorized Signature | permitted by No.: P09468. Date: 5/21/12 Oliver Paigns Authorized Signature |
| Mail to: Past Operator S-22 New Oper | PRODUCTION S. 23-12 District S-22-12 |

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Must Be Filed For All Wells

KDOR Lease No.: ___129048

| * Lease Name: | House | | * Location: | W/4 36-16S-20W RH | |
|---------------|------------------------------|------------------------------------|--------------|-----------------------------------|--------------------------------------|
| Well No. | API No. (YR DRLD/PRE '67) | Footage from (i.e. FSL = Feet from | | Type of Well (Oil/Gas/INJ/WSW) | Well Status (PROD/TA'D/Abandoned) |
| 1-36 | 15-165-21440 | 4461 Circle | 2980 FEL FWL | SWD | ACT |
| 2-36 | 15-165-21448 [/] | 3960 FSL FNL | 4500 FEI/FWL | Oil | PROD |
| | | FSL/FNL | FEL/FWL | | |
| | | FSL/FNL | FEL/FWL | **** | |
| | | FSL/FNL | FEL/FWL | | |
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| | | FSL/FNL | FEL/FWL | | KCC WICHITA |
| | | | FEL/FWL | | 19 % + √ 1 a. |

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.

| Address 1: 1801 E. 56th Ave Address 2: Lease Name: House City: Hutchinson State: KS Zip: 67502 + If filing a Form T-1 for the lease below: Phone: (620) 802-7960 Fax: () Surface Owner Information: Dight House | SecTwpS. R EasWest e #2-36 |
|---|--|
| Address 1: 1801 E. 56th Ave County: Rush Lease Name: House Lease Name: House Lease Name: House Lease Name: House If filing a Form T-1 for the lease below: NW/4 36-16S- Surface Owner Information: Dight House | e #2-36 Well #: 2 r multiple wells on a lease, enter the legal description of |
| ddress 2: Lease Name: House If filing a Form T-1 for the lease below: NW/4 36-16S- mail Address: NW/4 36-16S- furface Owner Information: Dight House | r multiple wells on a lease, enter the legal description of |
| ity: Hutchinson State: KS Zip: 67502 + If filing a Form T-1 formation: State: KS Zip: 67502 + If filing a Form T-1 for the lease below: NW/4 36-16S- NW/4 36-16S- Plight House | r multiple wells on a lease, enter the legal description of |
| ontact Person: Fred J. Hembree the lease below: NW/4 36-16S- mail Address: urface Owner Information: Dight House | |
| urface Owner Information: | ·20W |
| writace Owner Information: | |
| Dight House | |
| Dight House | |
| ame: Uight House When filing a Form T | 1 involving multiple surface owners, attach an additional |
| | information to the left for each surface owner. Surface in be found in the records of the register of deeds for the |
| ddress 2: county, and in the rea | i estate property tax records of the county treasurer. |
| ity: McCracken State: KS Zip: 67556 + | |
| Relect one of the following: | |
| | |
| I certify that, pursuant to the Kansas Surface Owner Notice Act (House Bill 2032), I owner(s) of the land upon which the subject well is or will be located: 1) a copy of the CP-1 that I am filing in connection with this form; 2) if the form being filed is a Form C-form; and 3) my operator name, address, phone number, fax, and email address. | Form C-1, Form CB-1, Form T-1, or Form |
| owner(s) of the land upon which the subject well is or will be located: 1) a copy of the CP-1 that I am filing in connection with this form; 2) if the form being filed is a Form C- | e Form C-1, Form CB-1, Form T-1, or Form 1 or Form CB-1, the plat(s) required by this use I have not provided this information, the additional cost of the KCC performing this |
| owner(s) of the land upon which the subject well is or will be located: 1) a copy of the CP-1 that I am filing in connection with this form; 2) if the form being filed is a Form C-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, becau KCC will be required to send this information to the surface owner(s). To mitigate the task, I acknowledge that I am being charged a \$30.00 handling fee, payable to the KC choosing the second option, submit payment of the \$30.00 handling fee with this form. If the | e Form C-1, Form CB-1, Form T-1, or Form 1 or Form CB-1, the plat(s) required by this use I have not provided this information, the additional cost of the KCC performing this C, which is enclosed with this form. |
| owner(s) of the land upon which the subject well is or will be located: 1) a copy of the CP-1 that I am filing in connection with this form; 2) if the form being filed is a Form C-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, becar KCC will be required to send this information to the surface owner(s). To mitigate the task, I acknowledge that I am being charged a \$30.00 handling fee, payable to the KC choosing the second option, submit payment of the \$30.00 handling fee with this form. If the time and the associated Form C-1, Form CB-1, Form T-1, or Form CP-1 will be returned. | Form C-1, Form CB-1, Form T-1, or Form 1 or Form CB-1, the plat(s) required by this use I have not provided this information, the additional cost of the KCC performing this C, which is enclosed with this form. The fee is not received with this form, the KSONA-1 |
| owner(s) of the land upon which the subject well is or will be located: 1) a copy of the CP-1 that I am filing in connection with this form; 2) if the form being filed is a Form C-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 KCC will be required to send this information to the surface owner(s). To mitigate the | Form C-1, Form CB-1, Form T-1, or Form 1 or Form CB-1, the plat(s) required by this use I have not provided this information, the additional cost of the KCC performing this C, which is enclosed with this form. The fee is not received with this form, the KSONA-1 |

KCC WICHITA

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