

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.: _____
- Entire Project: Yes No
- Number of Injection Wells _____ **

Field Name: Ruggels

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

Effective Date of Transfer: May 22, 2012

KS Dept of Revenue Lease No.: 104325

Lease Name: Koelling (Formerly Schloh)

SE Sec. 15 Twp. 10 R. 15 E W

Legal Description of Lease: SE/4 of S15-T10S-R15W

County: Osborne County, Kansas

Production Zone(s): Kansas City

Injection Zone(s): _____

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 OR

Past Operator's License No. 9292 ✓

Contact Person: _____

Past Operator's Name & Address: Scheck Oil Operations
211 S Front Street Russell, Kansas 67665

Phone: 785-483-1292 or 785-483-4096

Date: 6-26-2012

Title: *This is a New Lease-Assignment is Attached

Signature: _____

RECEIVED
JUL 02 2012

New Operator's License No. 33263 ✓

Contact Person: William "Bill" Bowman

New Operator's Name & Address: The Bill Bowman Oil Company
DBA William F. Bowman

Phone: 785-885-4830 or 785-259-1297

2640 W Road Natoma, Kansas 67651

Oil / Gas Purchaser: Coffeyville Resources, LLC

Date: 6-26-2012

Title: Owner

Signature: William F. Bowman

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.

_____ is acknowledged as
the new operator and may continue to inject fluids as authorized by
Permit No.: _____ Recommended action: _____
Date: _____
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 7-13-12 PRODUCTION 7-16-12 UIC 7-16-12
Mail to: Past Operator _____ New Operator _____ District _____

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

Must Be Filed For All Wells

KDOR Lease No.: 104325 ^{DR}

* Lease Name: Koelling (Formerly Schloh) * Location: _____

Well No.	API No. (YR DR/LD/PRE '67)	Footage from Section Line (i.e. FSL = Feet from South Line)		Type of Well (Oil/Gas/INJ/WSW)	Well Status (PROD/TA'D/Abandoned)
1	<u>15-141-00252</u> <u>Koelling</u> <u>(Formerly Schloh)</u>	<u>330</u> ^{Circle} <u>FSL/FNL</u>	<u>330</u> ^{Circle} <u>FEL/FWL</u>	<u>Oil</u>	<u>Producer</u>
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		

RECEIVED

JUL 02 2012

KCC WICHITA

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 # 33263
Name: The Bill Bowman Oil Company DBA William F. Bowman
Address 1: 2640 W Road
Address 2: _____
City: Natoma State: Kansas Zip: 67651 + _____
Contact Person: William "Bill" Bowman
Phone: (785) 885-4830 Fax: (785) 434-2286
Email Address: _____

Well Location:
SE SE SE Sec. 15 Twp. 10 S. R. 15 East West
County: Osborne County, Kansas
Lease Name: Koelling (Formerly Schloh) Well #: 1
If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:
SE/4 of S15-T10S-R15W

Surface Owner Information:

Name: Keith Koelling & Kirk J. & Judy M. Koelling
Address 1: 2454 W 177th Drive, Natoma Ks. 67651
Address 2: Russell, Kansas 67665
City: _____ State: _____ Zip: _____ + _____

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: 06/26/2012 Signature of Operator or Agent: Connie Jo Austin Title: Agent for The Bill Bowman Oil Company

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

RECEIVED
JUL 13 2012
KCC WICHITA

The Bill Bowman Oil Company
2640 W Road
Natoma, Kansas 67651
(785) 885-4830

June 26, 2012

Keith Koelling
2454 W 177th Drive
Natoma, Kansas 67651

Kirk J. & Judy M. Koelling
109 South Culp
Russell, Kansas 67665

RE: The Bill Bowman Oil Company – Koelling Lease (Formerly Schloh)
SE/4 of Section 15-Township10 South-Range 15 West,
Located in Osborne County, Kansas

Dear Keith, Kirk & Judy,

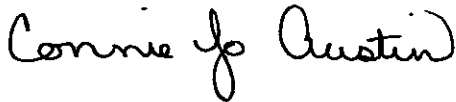
I am writing in compliance with the Kansas Corporation Commission, Form KSONA-1, pursuant to the Kansas Surface Owner Notice Act (House Bill 2032), that The Bill Bowman Oil Company is required to notify you that I have obtained the Koelling Lease, (formerly Schloh lease), in reference above, lease effective date of May 22, 2012.

Enclosed is a copy of the form T-1, Request for Change of Operator, I am sending to the Kansas Corporation Commission.

There is nothing you need to do, but if you have questions, please call William "Bill" Bowman at 785-259-1297, or the office at 785-434-2286.

Thank you for your time concerning this matter.

Sincerely,



Connie Jo Austin
Agent for The Bill Bowman Oil Company

RECEIVED
JUL 02 2012
KCC WICHITA



Form 88 - (Producer's Special) (PAID-UP)

OIL AND GAS LEASE

AGREEMENT, Made and entered into May 22, 2012, by and between Kirk J. Koelling and Judy M. Koelling, husband and wife, and Keith H. Koelling, a single person (whether one or more) and Bill Bowman Oil Company, hereinafter called lessee.

Lessor, in consideration of One Dollar and other consideration in hand paid, receipt of which is hereby acknowledged and of the royalties herein provided and of the agreements of the lessee herein contained, hereby grants, leases and lets exclusively unto lessee for the purpose of investigating, exploring by geophysical and other means, prospecting drilling, mining and operating for and producing oil, liquid hydrocarbons, all gases and their respective constituent products, injection gas, water, other fluids, and air into subsurface strata, laying pipe lines, storing oil, building tanks, power stations, telephone lines and other structures and things thereon to produce, save, take care of, treat, manufacture, process, store and transport said oil, liquid hydrocarbons, gases and their respective constituent products and other products manufactured there from, and housing and otherwise caring for its employees, the following described land, together with any reversionary right and after-acquired interest, therein situated in County of Osborne, State of Kansas, described as follows to-wit:

The Southeast Quarter (SE/4) of Section 15, Township 10, Range 15, Osborne County, Kansas

Subject to the provisions herein contains, this lease shall remain in force for a term of two (2) years from this date (called "primary term"). And as long thereafter as oil, liquid hydrocarbons gas or other respective constituent products, or any of them, is produced from said land or land with which said land is pooled.

In consideration of the premises the aid lessee covenants and agrees:

1st. To deliver to the credit of Lessor, free of cost, in the pipe line to which lessee may connect wells on said land, the equal one-eighth (1/8) part of all oil produced and saved from the leased premises.

2nd. To pay Lessor for gas of whatsoever nature or kind produced and sold, or used off the premises, or used in the manufacture of any product there from, one-eighth (1/8), at the market price at the well, (but, as to gas sold by lessee, in no event more than one-eighth (1/8) of the proceeds received by lessee from such sales), for the gas sold, used off the premises, or in the manufacture of products there from, said payment to be made monthly. Where gas from a well producing gas only is not sold or used, lessee may pay or tender as royalty One Dollar (\$1.00) per year per net mineral acre retained hereunder, and if such payment or tender is made it will be considered that gas is being produced within the meaning of the preceding paragraph.

This lease may be maintained during the primary term hereof without further payment or drilling operations. If the lessee shall commence to drill a well with the term of this lease or any extension thereof, the lessee shall have the right to drill such well to completion with reasonable diligence and dispatch, and if oil or gas, or either of them, be found in paying quantities, this lease shall continue and be in force with like effect as if such well had been completed within the term of years first mentioned.

If said Lessor owns a less interest in the above described land than the entire and undivided fee simple estate therein, then the royalties herein provided for shall be paid the said Lessor only in the proportion which Lessor's interest bears to the whole and undivided fee.

Lessee shall have the right to use, free of cost, gas, oil and water produced on said land for lessee's operation thereon, except water from the wells of Lessor.

When requested by Lessor, lessee shall bury lessee's pipe lines below plow depth.

RECEIVED

JUL 02 2012

KCC WICHITA

No well shall be drilled nearer than 200 feet to the house or barn now on said premises without written consent of Lessor.

Lessee shall pay for damages caused by lessee's operations to growing crops on said land.

Lessee shall have the right at anytime to remove all machinery and fixtures placed on said premises, including the right to draw and remove casing.

If the estate of either party hereto is assigned, and the privilege of assigning in whole or in part is expressly allowed, the covenants hereof shall extend to their heirs, executors, administrators, successors or assigns, but no change in the ownership of the land or assignment of rentals or royalties shall be binding on the lessee until after the lessee has been furnished with a written transfer or assignment or a true copy thereof. In case lessee assigns this lease, in whole or in part, lessee shall be relieved of all obligations with respect to the assigned portion or portions arising subsequent to the date of assignment.

Lessee may at any time execute and deliver to Lessor or place of record a release or releases covering any portion or portions of the above described premises and thereby surrender this lease as to such portion or portions and be relieved of all obligations as to the acreage surrendered.

All express or implied covenants of this lease shall be subject to all Federal and State Laws, Executive Orders, Rules or Regulations, and this lease shall not be terminated, in whole or in part, nor lessee held liable in damages, for failure to comply therewith, if compliance is prevented by, or if such failure is the result of, any such Law, Order, Rule or Regulation.

Lessor hereby warrants and agrees to defend the title to the land herein described, and agrees that the lessee shall have the right at any time to redeem for Lessor, by payment any mortgages, taxes or other liens on the above described land, in the event of default of payment by Lessor, and be subrogated to the rights of the holder thereof, and the undersigned Lessor, for themselves and their heirs, successors and assigns, hereby surrender and release all right of dower and homestead in the premises described herein, in so far as said right of dower and homestead may in any way affect the purposes for which this lease is made, as recited herein.

Lessee, at its option, is hereby given the right and power to pool or combine the acreage covered by this lease or any portion thereof with other land, lease or leases in the immediate vicinity thereof, when in lessee's judgment it is necessary or advisable to do so in order to properly develop and operate said lease premises so as to promote the conservation of oil, gas or other minerals in and under and that may be produced from said premises, such pooling to be of tracts continuous to one another and to be into a unit or units not exceeding 40 acres each in the event of an oil well, or into a unit or units not exceeding 640 acres each in the event of a gas well. Lessee shall execute in writing and record in the conveyance records of the county in which the land herein leased is situated an instrument identifying and describing the pooled acreage. The entire acreage so pooled into a tract or unit shall be treated, for all purposes except the payment of royalties on production from the pooled unit, as if it were included in this lease. If production is found on the pooled acreage, it shall be treated as if production is had from this lease, whether the well or wells be located on the premises covered by this lease or not. In lieu of the royalties elsewhere herein specified, Lessor shall receive on production from a unit so pooled only such portion of the royalty stipulated herein as the amount of his acreage placed in the unit or his royalty interest therein on an acreage basis bears to the total acreage so pooled in the particular unit involved.

RECEIVED

JUL 02 2012

KCC WICHITA

M75 102

Kirk J. Koelling
Kirk J. Koelling

Judy M. Koelling
Judy M. Koelling

Keith H. Koelling
Keith H. Koelling

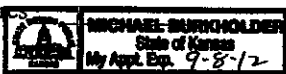
ACKNOWLEDGMENT

STATE OF KANSAS
COUNTY OF OSBORNE

FOR INDIVIDUAL
(KsOkCoNe)

The foregoing instrument was acknowledged before me this 7th day of JUNE, 2012, by Kirk J. Koelling and Judy M. Koelling, husband and wife.

My commission expires



Michael Burgholder
Notary Public

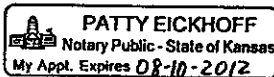
ACKNOWLEDGMENT

STATE OF Kansas
COUNTY OF Osborne

FOR INDIVIDUAL
(KsOkCoNe)

The foregoing instrument was acknowledged before me this 7th day of June, 2012, by Keith H. Koelling, a single person.

My commission expires Aug. 10, 2012



Patty Eickhoff
Notary Public

STATE OF KANSAS }
OSBORNE COUNTY } SS
Filed on the 13th day of June
A.D. 2012 at 11:00 o'clock A.M.
and duly Recorded in D16
Book M75 Page 102
Rebecca A. Byrd
REGISTER OF DEEDS
fee \$16.00



RECEIVED
JUL 02 2012
KCC WICHITA