

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 5 **
☐ 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: _____

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

Effective Date of Transfer: 6/6/12
KS Dept of Revenue Lease No.: 115973
Lease Name: McCauslin
_____ SW Sec. 8 Twp. 18 R. 22 ☒ E ☐ W
Legal Description of Lease: NW/4 of the SW/4 of S8-T18S-R22E
County: Miami
Production Zone(s): Squirrel
Injection Zone(s): _____

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

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

Past Operator's License No. 34287 ✓
Past Operator's Name & Address: Timberlake Energy Corp.
21638 Tomball Parkway Ste. D Houston, Tx 77070
Title: Operator

Contact Person: Jimmy Smithwick
Phone: 713-828-3730
Date: _____
Signature: Oil + Gas Lease Attached

New Operator's License No. 5955 ✓
New Operator's Name & Address: Pioneer Oil Co.
23235 W. 251 St.
Paola, Ks 66071
Title: Operator

Contact Person: Charles Gorges
Phone: 913-285-0834
Oil / Gas Purchaser: _____
Date: _____
Signature: Charles E Gorges **KCC WICHITA**

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JUN 21 2012

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 6/27/12 PRODUCTION 6-28-12 UIC 6-28-12
Mail to: Past Operator _____ New Operator _____ District _____

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

060612_McCauslin.pdf

* Lease Name: McCauslin

* Location: S8-T18S-R22E

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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.

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 # 5955
Name: Pioneer Oil Co.
Address 1: 23235 W. 251 St.
Address 2: _____
City: Paola State: Ks Zip: _____ + _____
Contact Person: Charles Gorges
Phone: (913) 285-0834 Fax: (_____) _____
Email Address: _____

Well Location:
_____ - _____ - SW Sec. 8 Twp. 18 S. R. 22 ☐ East ☒ West
County: Miami
Lease Name: McCauslin Well #: _____

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

NW/4 of the SW/4 of S8-T18S-R22E

Surface Owner Information:

Name: JC & Sandra Jentzch
Address 1: 36545 Johnbrown Hwy
Address 2: _____
City: Osawatomie State: Ks Zip: 66064 + _____

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: 6-6-12 Signature of Operator or Agent: Charles E. Gorges Title: Pres.

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OIL AND GAS LEASE

THE MIAMI COUNTY PUBLISHING CO., PAOLA, KANSAS

AGREEMENT Made and entered into the 3 day of MAY 2011
by and between JEWEL C. JENTZSCH

of _____ Party of the first part, hereafter called lessor (whether one or more)
and PIONEER OIL CO. party of the second part, lessee

WITNESSETH, That the said lessor, for and in consideration of ONE DOLLARS cash in hand paid, receipt of which is hereby acknowledged, and of the covenants and agreements hereinafter contained on the part of lessee to be paid, kept and performed, has granted, demised, leased and let and by these presents does grant, demise, lease and let unto the said lessee, for the sole and only purpose of mining and operating for oil and gas, and laying pipe lines, and building tanks, powers, statics and structures thereon to produce, save and take care of said product, all that certain tract of land situate in the County of _____ State of Kansas described as follows, to-wit:

NW COR. of SW 1/4 8-18-22

of Section 8 Township 18 Range 22 and containing 30 acres, more or less

It is agreed that this lease shall remain in force for a term of ONE years from this date, and as long thereafter as oil or gas, or either of them, is produced from said land by the lessee

In consideration of the premises the said lessee covenants and agrees

1st To deliver to the credit of lessor, free of cost, in the pipe line to which lessee may connect his wells, or other conveyance, the equal one-eighth (1/8) part of all oil produced and saved from the leased premises

2nd To pay lessor as royalty one-eighth of the proceeds from the sale of gas from each well where gas only is found, for all gas used off the premises, and lessor to have gas free of cost from any such well for all stoves and all inside lights in the principal dwelling house on said land during the same time by lessor making own connections with the well at lessor's own risk and expense

3rd To pay lessor for gas produced from any oil well and used off the premises, or for the manufacture of casing head gas, one-eighth (1/8) of the proceeds at the prevailing market rate for the gas used, for the time during which such gas shall be used, said payments to be made _____

If no well be commenced on said land on or before the _____ day of _____, 19____, this lease shall terminate as to both parties, unless the lessee on or before that date shall pay or tender to the lessor, or to the lessor's credit in the _____ Bank at _____

or its successors, which shall continue as the depository regardless of changes in the ownership of said land, the sum of _____ DOLLARS, which shall operate as a rental and cover the privilege of deferring the commencement of a well for _____ months from said date. In like manner and upon like payments or tenders the commencement of a well may be further deferred for a like period of the same number of months successively. And it is understood and agreed that the consideration first recited herein, the down payment, covers not only the privileges granted to the date when said first rental is payable, as aforesaid, but also the lessee's option of extending that period as aforesaid, and any and all other rights conferred

Should the first well drilled on the above described land be a dry hole, then, and in that event, if the second well is not commenced on said land within _____ months from the expiration of the last rental period which rental has been paid, this lease shall terminate as to both parties, unless the lessee on or before the expiration of said _____ months shall resume the payment of rentals in the same amount and in the same manner or hereinbefore provided. And it is agreed that upon the resumption of payment of rentals, as above provided, that the last preceding paragraph hereof, governing the payment of rentals and the effect thereof, shall continue in force just as though there has been no interruption in the rental payments

If said lessor owns a less interest in the above described land than the entire and undivided fee simple estate therein, then the royalties and rentals herein provided shall be paid the lessor only in the proportion which his 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 its operations thereon, except water from wells of lessor

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

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

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

Lessee shall have the right at any time 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, and it is hereby agreed in the event this lease shall be assigned as to a part or as to parts of the above described lands and the assignee or assignees of such part or parts shall fail or make default in the payment of the proportionate part of the rents due from him or them, such default shall not operate to defeat or affect this lease in so far as it covers a part or parts of said lands upon which the said lessee or any assignee thereof shall make due payment of said rental

Lessor hereby warrants and agrees to defend the title to the lands 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 lands, in the event of default of payment by lessor, and be subrogated to the rights of the holder thereof

LESSOR MUST PROTECT GAS WELL ON PROPERTY

In Testimony Whereof We Sign, this the _____ day of _____, 19____

Witness



* 2011-01763 2 *

2011-01763

KATIE FORCK

MIAMI COUNTY REGISTER OF DEEDS

DATE RECORDED: 05/03/2011 03:45:02PM

TOTAL FEES: 12.00 HTG AMOUNT: 0.00

PAGES: 2 RECEIPT: 31175

PIONEER OIL
23235 W 251ST ST
PAOLA KS 66071

2011-01763

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