

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 7 **
☐ Gas Lease: No. of Gas Wells 1 WSW **
☐ 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 24233
Entire Project: ☒ Yes ☐ No
Number of Injection Wells 1 **
Field Name: PAOLA-RANTOUL

** Side Two Must Be Completed.

Effective Date of Transfer: Aug 01, 2008
KS Dept of Revenue Lease No.: 117103
Lease Name: GILCHRIST JAME
____ N/2 ____ E/2 ____ SE/4 Sec. 4 Twp. 18S R. 21 ☒ E ☐ W
Legal Description of Lease: N/2 OF E/2 OF SE/4 S4 T18S R21E
PLEASE SEE ATTACHED LEASE ASSIGNMENT
County: FRANKLIN
Production Zone(s): SQUIRREL
Injection Zone(s): SQUIRREL

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000108 Gilchrist_Jame_IMJ.pdf

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

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

Past Operator's License No. 6251 Exp. 7/30/04
Past Operator's Name & Address: BALLOU OIL WELL SERVICE
29933 W 303 ROAD PAOLA KS, 66071
Title: PRESIDENT

Contact Person: TERRY BALLOU
Phone: 913-294-4777
Date: 10/10/2012
Signature: _____

New Operator's License No. 32834
New Operator's Name & Address: JTC OIL, INC
PO BOX 24386 STANLEY KANSAS, 66283
Title: PRESIDENT

Contact Person: TOM CAIN
Phone: 913-208-7914
Oil / Gas Purchaser: PACER ENERGY MARKETING
Date: 10/10/2012
Signature: _____

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.

JTC Oil Inc is acknowledged as
the new operator and may continue to inject fluids as authorized by
Permit No.: E-24,233 . Recommended action: Violation
* MIT Avenue + UIC's for 2006-2011
Date: 11-2-12 Cheryl Beyn
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 <u>11/02/12</u>	PRODUCTION <u>11-15-12</u>	UIC <u>11-2-12</u>
Mail to: Past Operator _____	New Operator _____	District <u>3</u>	<u>11-2-12</u>

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

* Please contact District Office
to schedule MIT ASAP

Must Be Filed For All Wells

* Location: N/2 OF E/2 OF SE/4 S4 T18S R21E

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.

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KANSAS CORPORATION COMMISSION
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**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 # 32834
Name: JTC OIL, INC
Address 1: PO BOX 24386
Address 2: _____
City: STANLEY State: KS Zip: 66283 + _____
Contact Person: TOM CAIN
Phone: (913) 208-7914 Fax: (_____) _____
Email Address: _____

Well Location:
_____ Sec. 4 Twp. 18S S. R. 22 ☒ East ☐ West
County: FRANKLIN
Lease Name: GILCHRIST Well #: 6-P

If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:
N/2 OF E/2 OF SE/4 S4 T18S R22E

Surface Owner Information:

Name: TIMOTHY AND DELORES NOBLES
Address 1: 1782 VIRGINIA ROAD
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: AUGUST 01, 2008 Signature of Operator or Agent: _____ Title: PRESIDENT

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Pursuant to K.S.A. 79-1437e, a real estate
validation questionnaire is not required
due to Exception No. _____
(complete if applicable)

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ASSIGNMENT OF OIL AND GAS LEASE

KNOW ALL MEN BY THESE PRESENTS,

That JTC Oil, Inc., a Kansas corporation, hereinafter called Assignor for and in consideration of One Dollar (\$1.00) cash in hand paid and other good and valuable considerations, the receipt of which is hereby acknowledged, does grant, bargain, sell convey, transfer, assign and deliver unto Michael Middaugh and Sally S. Sanderson, hereinafter called Assignee (whether one or more), its successors and assigns, one third (1/3) of the working interest (said interest is equal to a 28.5% NRI), in and to the oil and gas lease dated June 21, 2008, executed by Timothy A. Nobles Sr. and Delores Faye Nobles, husband and wife, as lessors, in favor of JTC Oil, Inc., a Kansas corporation, as lessee, recorded in miscellaneous book 242, page 1 at the Register of Deeds for Franklin County, Kansas, and extensions thereof, on the following described lands situated in Franklin County, Kansas, to-wit:

See Exhibit A attached hereto.

subject to all the terms and conditions of said oil and gas lease and extensions thereof.

Operation of the Lease: Assignor hereby reserves unto itself all rights to explore, develop, produce and operate the lease. Although Assignee is hereby assigned a portion of the working interest, which is a cost bearing interest, it is understood that this assignment shall in no way give Assignee any right to explore, develop, produce or operate the lease or control the exploration, development, production or operation thereof.

TO HAVE AND TO HOLD the above described property and easement with all and singular the rights, privileges, and appurtenances thereunto or in any wise belonging to the said Assignee herein, his heirs, successors, personal representatives, administrators, executors and assigns forever.

Effective on the 2nd day of August 2008.

JTC, Inc.

By: 

STATE OF KANSAS, COUNTY OF FRANKLIN, ss:

EXHIBIT

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Beginning at the N.E. corner of the S.E.1/4 of Sec. 4, Twp. 18 S., Rng. 21 E., thence North 89 degrees 27 minutes 07 seconds West 1334.47 feet along the North line of said quarter section to the N.W. corner of the N.E.1/4 of said quarter section, thence South 01 degrees 01 minutes 05 seconds West 675.32 feet along the West line of the N.E.1/4 of said quarter section, thence South 89 degrees 29 minutes 44 seconds East 1333.64 feet to a point on the East line of said quarter section, thence North 01 degrees 05 minutes 22 seconds East 674.31 feet along the East line of said quarter section to the point of beginning, containing 20.67 acres, more or less, Franklin County, Kansas.

Beginning at the N.E. corner of the S.E.1/4 of Sec. 4, Twp. 18 S., Rng. 21 E., thence South 01 degrees 05 minutes 22 seconds West 674.31 feet along the East line of said quarter section to the true point of beginning, thence North 89 degrees 29 minutes 44 seconds West 1333.64 feet to a point on the West line of the N.E.1/4 of said quarter section, thence South 01 degrees 01 minutes 05 seconds West 653.48 feet to the S.W. corner of the N.E.1/4 of said quarter section, thence South 89 degrees 29 minutes 45 seconds East 862.82 feet along the South line of the N.E.1/4 of said quarter section to a point 470.00 feet West of the East line of said quarter section, thence North 01 degrees 05 minutes 22 seconds East 463.41 feet parallel with the East line of said quarter section, thence South 89 degrees 29 minutes 45 seconds East 470.00 feet to a point on the East line of said quarter section, thence North 01 degrees 05 minutes 22 seconds East 190.07 feet along the East line of said quarter section to the true point of beginning, containing 15.00 acres, more or less, Franklin County, Kansas.