

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 9 **
☐ 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-28,987
Entire Project: ☒ Yes ☐ No
Number of Injection Wells 2 **

Field Name: Paola-Rantoul

Effective Date of Transfer: October 1, 2012
KS Dept of Revenue Lease No.: 138718
Lease Name: E&P Properties
_____ SE Sec. 13 Twp. 18S R. 21 ☒ E ☐ W
Legal Description of Lease: E/2 SE/4 13-18S-21E and the
W/2 SW/4 18-18S-22E
County: Miami
Production Zone(s): Squirrel
Injection Zone(s): Squirrel

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. 34348 /
Past Operator's Name & Address: Blue Diamond Holdings, LLC
PO Box 128, Wellsville, KS 66092
Title: Manager

Contact Person: Phillip Frick
Phone: 785-883-4057
Date: October 17, 2012
Signature: Phillip Frick

New Operator's License No. 6142 /
New Operator's Name & Address: Town Oil Company, Inc.
16205 W. 287th St
Paola, KS 66071
Title: President

Contact Person: Lester Town
Phone: 913-294-2125
Oil / Gas Purchaser: Pacer Energy Marketing
Date: October 17, 2012
Signature: Lester Town

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.

Town Oil Company, Inc. is acknowledged as
the new operator and may continue to inject fluids as authorized by
Permit No.: E-28,987 . Recommended action: NONE
Date: 11-7-12 Cheryl L. Boyer
Authorized Signature

_____ is acknowledged as
the new operator of the above named lease containing the surface pit
permitted by No.: _____
Date: _____
Authorized Signature

DISTRICT _____ PRODUCTION 11-15-12 UIC 11-7-12
Mail to: Past Operator 11-7-12 New Operator 11-7-12 District (3) 11-7-12

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

100112 E P Properties Inc. P

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Must Be Filed For All Wells

KDOR Lease No.: 138718

GPS Figs.

* Lease Name: E&P Properties

* Location: E/2 SE/4 13-18S-21E and the W/2 SW/4 18-18S-22E

Well No.	API No. (YR DRLD/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)
R-1	15-121-28412-0000✓	2456 ^{Circle} FSL/FNL	1005 ^{Circle} FEL/FWL	OIL	PROD (SEC 13)
R-2	15-121-28413-0000✓	2051 ^{Circle} FSL/FNL	288 ^{Circle} FEL/FWL	OIL	PROD (SEC 13)
R-3A	15-121-28540-0000✓	1677 ^{Circle} FSL/FNL	4689 ^{Circle} FEL/FWL	OIL	PROD (SEC 18)
R-4	15-121-28541-0000✓	1282 ^{Circle} FSL/FNL	4687 ^{Circle} FEL/FWL	OIL	PROD (SEC 18)
R-5	15-121-28542-0000✓	1278 ^{Circle} FSL/FNL	4334 ^{Circle} FEL/FWL	OIL	PROD (SEC 18)
		FSL/FNL	FEL/FWL		
RI-1	15-121-28414-0000✓	2248 ^{Circle} FSL/FNL	823 ^{Circle} FEL/FWL	INJ	ACTIVE (SEC 13)
RI-2	15-121-28415-0000✓	2255 ^{Circle} FSL/FNL	486 ^{Circle} FEL/FWL	INJ	ACTIVE (SEC 13)
		FSL/FNL	FEL/FWL		
Wells below formerly named 'Plummer'		FSL/FNL	FEL/FWL		
1	15-121-23261-0000✓	2038 ^{Circle} FSL/FNL	979 ^{Circle} FEL/FWL	OIL	PROD (SEC 13)
2	15-121-23262-0000✓	2060 ^{Circle} FSL/FNL	653 ^{Circle} FEL/FWL	OIL	PROD (SEC 13)
3	15-121-23263-0000✓	2439 ^{Circle} FSL/FNL	663 ^{Circle} FEL/FWL	OIL	PROD (SEC 13)
4	15-121-23264-0000✓	2446 ^{Circle} FSL/FNL	334 ^{Circle} FEL/FWL	OIL	PROD (SEC 13)
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
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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

**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 # 34348
Name: BLUE DIAMOND HOLDINGS, LLC
Address 1: PO BOX 128
Address 2:
City: WELLSVILLE State: KS Zip: 66092 +
Contact Person: PHIL FRICK
Phone: (785) 883-4057 Fax: ()
Email Address:

Well Location:
SE Sec. 13 Twp. 18 S. R. 21 ☒ East ☐ West
County: MIAMI
Lease Name: E&P PROPERTIES Well #: ALL
If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:
E/2 SE/4 13-18S-21E and the
W/2 SW/4 18-18S-22E

Surface Owner Information:

Name: SWALLOW TAIL, LLC
Address 1: 24820 SOUTH MILLER RD
Address 2:
City: HARRISONVILLE State: MO Zip: 64701 +

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: 10/17/2012 Signature of Operator or Agent: Kevin M Title: MANAGER

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