

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 12 **
☐ 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-25,525
Entire Project: ☒ Yes ☐ No
Number of Injection Wells 5 **

Field Name:

Prairie Center

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

Effective Date of Transfer: 2/1/13

KS Dept of Revenue Lease No.: 121806

Lease Name: Fasolino

SW4 Sec. 4 Twp. 14 R. 22 ☒ E ☐ W

Legal Description of Lease: SW4 S4-T14-R22E

County: Johnson

Production Zone(s): Bartlesville

Injection Zone(s): Bartlesville

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

Past Operator's License No. 33051

Past Operator's Name & Address: C.D. Oil, Inc.

3236 Virginia Rd. Wellsville, Ks 66092

Title: Operator

Contact Person: Carl (Clay) Hughes

Phone: 913-963-9127

Date: 2/6/13

Signature: Carl C. Hughes

New Operator's License No. 34817

New Operator's Name & Address: HB Energy LLC

3236 Virginia

Wellsville, KS 66092

Title: Operator

Contact Person: _____

Phone: 785-979-9493

Oil / Gas Purchaser: _____

Date: 2/6/13

Signature: Carl C. Hughes

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.

HB Energy LLC is acknowledged as
the new operator and may continue to inject fluids as authorized by
Permit No.: E-25,525 . Recommended action: None

Date: 2-22-13 Cheryl A. 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 _____ UIC 2-22-13 RECEIVED
Mail to: Past Operator 2-22-13 New Operator 2-22-13 District 2-22-13 FEB 13 2013

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

KCC WICHITA

Must Be Filed For All Wells

KDOR Lease No.: 121806

* Lease Name: Fasolino

* Location: SW4 S4-T14-R22E

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)	
1	15-091-21293-00-00 ✓	165 ^{Circle} FSL/FNL	5058 ^{Circle} FEL/FWL	Oil	Prod
2	15-091-21294-00-00 ✓	495 ^{Circle} FSL/FNL	4728 ^{Circle} FEL/FWL	Oil	Prod
3	15-091-21295-00-00 ✓	165 ^{Circle} FSL/FNL	4715 ^{Circle} FEL/FWL	Oil	Prod
4	15-091-21304-00-00 ✓	825 ^{Circle} FSL/FNL	4700 ^{Circle} FEL/FWL	Oil	Prod
5	15-091-21348-00-01 ✓	495 ^{Circle} FSL/FNL	4480 ^{Circle} FEL/FWL	Inj	Prod
6	15-091-21349-00-01 ✓	825 ^{Circle} FSL/FNL	4300 ^{Circle} FEL/FWL	Inj	Prod
7	15-091-21534-00-00 ✓	495 ^{Circle} FSL/FNL	4080 ^{Circle} FEL/FWL	Oil	Prod
8	15-091-21351-00-00 ✓	165 ^{Circle} FSL/FNL	4315 ^{Circle} FEL/FWL	Oil	Prod
10	15-091-21535-00-01 ✓	495 ^{Circle} FSL/FNL	3680 ^{Circle} FEL/FWL	Inj	Prod
11	15-091-21536-00-00 ✓	825 ^{Circle} FSL/FNL	3500 ^{Circle} FEL/FWL	Oil	Prod
12	15-091-21557-00-01	802 ^{Circle} FSL 2475 ^{Circle} FSL/FNL	2906 ^{Circle} FEL 1310 ^{Circle} FEL/FWL	per permit Inj	Prod
13	15-091-21538-00-00 ✓	495 ^{Circle} FSL/FNL	3157 ^{Circle} FEL/FWL	Oil	Prod
14	15-091-21539-00-00 ✓	1155 ^{Circle} FSL/FNL	2805 ^{Circle} FEL/FWL	Oil	Prod
15	15-091-21540-00-01 ✓	165 ^{Circle} FSL/FNL	3915 ^{Circle} FEL/FWL	Inj	Prod
16	15-091-21588-00-00 ✓	165 ^{Circle} FSL/FNL	3515 ^{Circle} FEL/FWL	Oil	Prod
17	15-091-21589-00-00 ✓	165 ^{Circle} FSL/FNL	3157 ^{Circle} FEL/FWL	Oil	Prod
18	15-091-21590-00-00 ✓	825 ^{Circle} FSL/FNL	3900 ^{Circle} FEL/FWL	Oil	Prod
		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		

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.

RECEIVED

FEB 13 2013

KCC WICHITA

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 # 33051
Name: C.D. Oil, Inc.
Address 1: 3236 Virginia Rd
Address 2: _____
City: Wellsville State: Ks Zip: 66092 + _____
Contact Person: Clay Hughes
Phone: (913) 963-9127 Fax: (_____) _____
Email Address: _____

Well Location:
_____ - _____ - SW4 Sec. 4 Twp. 14 S. R. 22 ☒ East ☐ West
County: Johnson
Lease Name: Fasolino Well #: _____
If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:
SW4 S4-T14S-R22E

Surface Owner Information:

Name: See attached
Address 1: _____
Address 2: _____
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: 2/6/13 Signature of Operator or Agent: Chad C. Johnson Title: Operator

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

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FEB 13 2013
KCC WICHITA

04/06/2012



HIGH SIERRA CRUDE OIL & MARKETING

High Sierra Crude Oil & Marketing, LLC, as an accommodation, furnishes this division of interest which reflects the manner in which last payments were made. It does not necessarily reflect record title of the royalty, leasehold, or mineral interest ownership, and anyone relying thereon does so at his own risk without recourse against High Sierra Crude Oil & Marketing.

Lease: Fasolino
Legal Desc: SEC 04-14S-22E
County, State: Johnson, KS

Owner	Interest	Tax Exempt Code	Tax ID	Type of Interest	Suspense Code
DARREL & CARL HUGHES DBA CD OIL 3236 VIRGINIA RD WELLSVILLE, KS66092	0.2082240000		481239387	W	P
HB Energy 3236 Virginia Rd Wellsville, KS66092	.833334 0.6250000000		270275294	W	P
Rosario P Fasolino Alethia J. Fasolino, JTWROS 938 Quarry Oaks Drive Fairview, TX75069	0.1666660000		103228085	R	P
	<u>1.0000000000</u>				

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KCC WICHITA