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,

Check Applicable Boxes:	nd with this form.
Oil Lease: No. of Oil Wells**	Effective Date of Transfer: October 1, 2012
Gas Lease: No. of Gas Wells**	KS Dept of Revenue Lease No.: 227078
Gas Gathering System:	
Saltwater Disposal Well - Permit No.:	Lease Name: CHISM - SW - NE Sec. 28 Twp. 31 R. 14 ✓ E W
Spot Location: feet from N / S Line	
feet from E / W Line	Legal Description of Lease: T 31 South, R 14 East 6th P.M. Sec 28: NE/4
Enhanced Recovery Project Permit No.:	
Entire Project: Yes No	County: Montgomery
Number of Injection Wells***	Production Zone(s): _MULTI-ZONE
Field Name:	Injection Zone(s):
** Side Two Must Be Completed.	
Surface Pit Permit No.:	feet from N / S Line of Section
(API No. if Drill Pit, WO or Haul)	feet from F / W Line of Section
Type of Pit: Emergency Burn Settling	Haul-Off Workover DP Drilling
Past Operator's License No. 33365 ✓	Contact Person: Victor H. Dyal
Past Operators License No.	Phone: 913-362-0510
Past Operator's Name & Address: Layne Energy Operating, LLC	Date:
1900 Shawnee Mission Parkway, Mission Woods, KS 66205	Date: Phil Winner
Title: President	Signature:
New Operator's License No. 34779	Contact Person: John G. Burke
New Operator's Name & Address: LR Energy, Inc.	Phone: 214-691-5800 RECEIVED
8150 N. Central Expressway, Suite 1605	Encorco Energy
	Oil / Gas Purchaser:
Dallas, TX 75206	Date: Scanner Jessey KCC WICHITA
Title: Chief Operating Officer	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	
is acknowledged as	is acknowledged as
the new operator and may continue to inject fluids as authorized by	the new operator of the above named lease containing the surface pit
	permitted by No.:
Permit No.: Recommended action:	permitted by No.:
Date:	Date:
Authorized Signature	Authorized Signature
DISTRICT	PRODUCTION _ 3.28.13 uic_3-28-13
Mail to: Past Operator New Operator	tor District

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

Side Two

Must Be Filed For All Wells

Lease Name:	CHISM		* Location:2	ठ- उ ी-14E	
Well No.	API No. (YR DRLD/PRE '67)	Footage from S (i.e. FSL = Feet fro	section Line m South Line)	Type of Well (Oil/Gas/INJ/WSW)	Well Status (PROD/TA'D/Abandoned)
7-28	15-125-30999 √	Circle 1980 FSL/N	1980 <i>Circle</i> 1980 FWL	СМ	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		
		F\$L/FNL	FEL/FWL		
					RECEIVED
					1100
		FSL/FNL	FEL/FWI		

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 Ail 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.

interpretation in the following: Mission Woods State: KS Zip: 66205	33365	Well Location:		
ddress?:	PERATOR: License #	SW_NE Sec. 28 T	_{Twp.} 31 s. R. 14	
ddress?:	ame:	County: Montgomery		
If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below: When (913) 362-0510 Fax: (913) 362-0133 Imail Address: Surface Owner Information: Name: WAYNE L & JAQULYN R CHISM LIVING TRUST Address 1: 5624 CHISM LN Address 2:	ddress 1: 1900 Ghawnes Impere	Lease Name: CHISM	Well	#: <u>7-28</u>
Surface Owner Information: Same: WAYNE L & JAQULYN R CHISM LIVING TRUST Address 1: 5624 CHISM LN Address 2:	ddress 2: KS 7: 66205	If filing a Form T-1 for multiple wel	lls on a lease, enter the	e legal description of
Surface Owner Information: Same: WAYNE L & JAQULYN R CHISM LIVING TRUST Address 1: 5624 CHISM LN Address 2:	ity: Wission Woods State: Zip	the lease below:		
Surface Owner Information: Same: WAYNE L & JAQULYN R CHISM LIVING TRUST Address 1: 5624 CHISM LN Address 2:	Contact Person: 1000 1			
When filing a Form T-1 involving multiple surface owners, attach an additional content of the filing and provided the following: When filing a Form T-1 involving multiple surface owners, attach an additional content of the register of deeds for it county, and in the real estate property tax records of the register of deeds for it 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 pipeline 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 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 with this form. If the fee is not received with this form, the KSON/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. President Title: President Tit				
Address 2: ELK CITY	Surface Owner Information: Iame: WAYNE L & JAQULYN R CHISM LIVING TRUST	sheet listing all of the information	to the left for each su the records of the rec	nace owner. Surface gister of deeds for the
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 filling in connection with this form; 2) if the form being filled 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 KSON/form and the associated Form C-1, Form CB-1, Form T-1, or Form CP-1 will be returned. Title: President Pr		county, and in the real estate prop	perty tax records of the	county treasurer.
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owner(s) of the land upon which the subject well is or will be located. I) a copy of the 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 KSON/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: 12/1/12 Signature of Operator or Agent: Title: President	If this form is being submitted with a Form C-1 (Intent) or CB- the KCC with a plat showing the predicted locations of lease ro are preliminary non-binding estimates. The locations may be e	1 (Cathodic Protection Borehole Intent), yo	ou must supply the s al lines. The location at, or a separate pla	surface owners and s shown on the plat t may be submitted.
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