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 Effective Date of Transfer: October 1, 2012 Gas Lease: No. of Gas Wells _ KS Dept of Revenue Lease No.: 230815 Gas Gathering System: Lease Name: GARNER Saltwater Disposal Well - Permit No.: ___ _____ <u>SE _ SE Sec. 13 Twp. 29 R. 13</u> VE W _____ feet from N/ S Line Legal Description of Lease: T29S-R13E Sec 13: feet from E / W Line N/2 SE/4, SE/4 SE/4, N/2 SW/4 Enhanced Recovery Project Permit No.: _ Entire Project: Yes No County: Wilson 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 E / W Line of Section Type of Pit: Emergency Burn Settling Haul-Off Workover Contact Person: _ Victor H. Dyal Past Operator's License No. Past Operator's Name & Address: Layne Energy Operating, LLC Phone: 913-362-0510 Date: _____December 1, 2012 1900 Shawnee Mission Parkway, Mission Woods, KS 66205 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 8150 N. Central Expressway, Suite 1605 Oil / Gas Purchaser: Enserco Energy Date: _December 1, 2012 Dallas, TX 75206 **Chief Operating Officer** Acknowledgment of Transfer: The above request for transfer of injection authorization, surface pit permit #_ 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 _ 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 _____. Recommended action: permitted by No.: ___ Date: Authorized Signature Authorized Signature DISTRICT _ PRODUCTION uic_ Mail to: Past Operator _ New Operator, District _

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

LUULLZ Garner.pdi

Side Two

Must Be Filed For All Wells

KDOR Lease No.:	230815	

* Lease Name:	GARNER	* Location: 13-29-13E				
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)
16-13	15-205-27593	378	864	Circle FED/FWL	СМ	PROD
		FSL/FNL		_FEL/FWL		
		FSL/FNL		FEL/FWL		No.
		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		_
		FSL/FNL		_ FEL/FWL		<u>.</u>
		FSL/FNL	Vancority of the Assessment	_ FEL/FWL		
		FSL/FNL		_ FEL/FWL		
		FSL/FNL	**************************************	_ FEL/FWL		
		FSL/FNL	*******	FEL/FWL		
		FSL/FNL		_ FEL/FWL		
		FSL/FNL				
		FSL/FNL		FEL/FWL		PECEIVES
-		FSL/FNL				MECEIVED
				_ FEL/FWL		DEC 2 8 2012
				FEL/FWI		KCC WICHIT

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 All blanks must be Filied

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.

Select the corresponding form being filed: C-1 (Intent) CB-1 (C	athodic Protection Borehole Intent) X T-1 (Transfer) CP-1 (Plugging Application)				
OPERATOR: License # 33365	Well Location:				
OPERATOR: License # 33365 Name: Layne Energy Operating, LLC Address 1: 1900 Shawnee Mission Parkway	SE_SE_Sec. 13 Twp. 29 S. R. 13 X East West				
Address 1. 1900 Shawnee Mission Parkway	County: Wilson				
Address 2:	Lease Name: GARNER Well #: 16-13				
City Mission Woods State: KS 7in: 66205	If filing a Form T-1 for multiple wells on a lease, enter the legal description of				
Contact Person: Victor H. Dyal	the lease below:				
Contact Person: Victor H. Dyal Phone: (913) 362-0510 Fax: (913) 362-0133					
Email Address:					
Surface Owner Information: Name: DARRELL H GARNER & JOYCE MARGARET GARNER Address 1: 10482 CHASE RD Address 2:	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 (Cathod the KCC with a plat showing the predicted locations of lease roads, tank are preliminary non-binding estimates. The locations may be entered on Select one of the following:	batteries, pipelines, and electrical lines. The locations shown on the plat				
▼ I certify that, pursuant to the Kansas Surface Owner Notice Acowner(s) of the land upon which the subject well is or will be loced. CP-1 that I am filing in connection with this form; 2) if the form be form; and 3) my operator name, address, phone number, fax, and I certified the content of the content of the content of the content of the certified that I certified the content of the certified that I certified the certified	cated: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form eing filed is a Form C-1 or Form CB-1, the plat(s) required by this				
	cknowledge that, because I have not provided this information, the ner(s). To mitigate the additional cost of the KCC performing this fee, payable to the KCC, which is enclosed with this form.				
If choosing the second option, submit payment of the \$30.00 handling to form and the associated Form C-1, Form CB-1, Form T-1, or Form CP-1	fee with this form. If the fee is not received with this form, the KSONA-1 will be returned.				
I hereby certify that the statements made herein are true and correct to	· · · · · · · · · · · · · · · · · · ·				
Date: 12/1/12 Signature of Operator or Agent:)inner Title: President				
Oignature of Operator of Agent.	RECEIVED				

DEC 2 8 2012
KCC WICHITA