

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 10 7011 **
☐ Gas Lease: No. of Gas Wells 3 **
☐ 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.: _____
Entire Project: ☐ Yes ☐ No
Number of Injection Wells _____ **
Field Name: TYRO

Effective Date of Transfer: April 1, 2012 6/21/12
KS Dept of Revenue Lease No.: 212289 ✓
Lease Name: CARNES
_____ Sec. 103 Twp. 35S R. 15 ☒ E ☐ W
Legal Description of Lease: S/2 Se/4 S 3 T 35S R 15E less 5 acres on the East
N/2 NE/4 S 10 T 35S R 15E less 5 acres on East
County: MONTGOMERY
Production Zone(s): BARTLESVILLE
Injection Zone(s): BARTLESVILLE

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

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. See Lease Agreement
Past Operator's Name & Address: _____
Title: _____

Contact Person: _____
Phone: _____
Date: _____
Signature: _____

New Operator's License No. 34750 ✓
New Operator's Name & Address: TEHI Illinois, LLC
P.O. Box 672
Olney, IL 62450
Title: Member

Contact Person: Jeff Swinson
Phone: 618.302.7709
Oil / Gas Purchaser: Coffeyville Resources
Date: 7-12-13
Signature: Jeff Swinson

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JUL 15 2013

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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.

_____ is acknowledged as
the new operator and may continue to inject fluids as authorized by
Permit No.: _____. Recommended action: _____
Date: _____

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

Authorized Signature

Authorized Signature

DISTRICT _____ EPR 10/10/13 PRODUCTION 10-11-13 UIC 10-11-13
Mail to: Past Operator _____ New Operator _____ District _____

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

Must Be Filed For All Wells

KDOR Lease No.: 212289 ✓* Lease Name: CARNES* Location: S/2 SE/4 S 3 & N/2 NE/4 S 10

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	15-125-26688 ✓	1155 ^{Circle} FSL/FNL	2785 ^{Circle} FEL/FWL	OIL	PROD <u>Sec 3</u>
2	15-125-26689 ✓	1155 FSL/FNL	3235 FEL/FWL	OIL	PROD
3	15-125-26690 ✓	660 FSL/FNL	2785 FEL/FWL	OIL	PROD
4	15-125-26691 ✓	660 FSL/FNL	3235 FEL/FWL	OIL	PROD
5	15-125-26692 ✓	165 FSL/FNL	²⁷⁸⁵ 165 FEL/FWL	OIL	PROD
6	15-125-26693 ✓	165 FSL/FNL	3235 FEL/FWL	OIL	PROD
N-1	15-125-27085 ✓	200 FSL/FNL	2475 FEL/FWL	OIL	PROD
W-1	15-125-26685 ✓	285 FSL/FNL	1960 FEL/FWL	GAS	TA <u>Sec 3</u>
W-2	15-125-26686 ✓	90 FSL/FNL	2235 FEL/FWL	GAS	TA
W-3	15-125-26687 ✓	280 FSL/FNL	2415 FEL/FWL	GAS	TA
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
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		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 # 34750
Name: TEHI Illinois, LLC
Address 1: P.O. Box 672
Address 2: _____
City: Olney State: IL Zip: 62450 + _____
Contact Person: Jeff Swinson
Phone: (618) 302-7709 Fax: (618) 395-4538
Email Address: mloil@frontier.com

Well Location:
_____ Sec. 10 Twp. 35 S. R. 15 ☒ East ☐ West
County: Montgomery
Lease Name: CARNES Well #: 1, 2, 3, 4, 5, 6, N1, W1, W2, W3
If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:
S/2 SE/4 S. 3 & N/2 NE/4 S. 10 T. 35S R. 15E
Less 5 acres on each section on East side of Section.

Surface Owner Information:

Name: FLORENCE CARNES
Address 1: 1611 CR 3500
Address 2: _____
City: DEARING State: KS Zip: 67337 + _____

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: 7-12-13 Signature of Operator or Agent: Jeff Swinson Title: Member

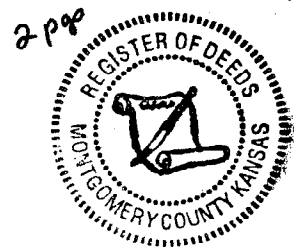
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STATE OF KANSAS MONTGOMERY COUNTY
FILED FOR RECORD
MARILYN CALHOUN, REGISTER OF DEEDS
11:00:38 AM, 6/1/2011 Receipt No.: 45232
ASSIGNMENT \$6.00
ADDITIONAL PAGES \$2.00
TECHNOLOGY FUND \$4.00

BOOK: 596 PAGE: 377



**ASSIGNMENT
OF
WORKING INTEREST**

STATE OF KANSAS)
) ss
COUNTY OF MONTGOMERY)

The above space for Recorder's use only

KNOWN ALL MEN BY THESE PRESENTS, THAT

Knife River Oil, LLC of P.O. Box 170 Bull Shoals, AR 72619, herein after called "Assignor", for and in consideration of Ten Dollars (\$10.00) and other valuable consideration, the receipt and sufficiency of which is hereby acknowledged, does hereby SELL, ASSIGN, TRANSFER, CONVEY AND SET OVER unto the following named Assignees certain working interests in and to the Oil and Gas Lease known as the Carnes Leases, recorded in Book 591 on Page 720, in Montgomery County, Kansas Recorder's office, more particularly described as:

The South half of the Southeast quarter (S/2 SE/4), Section 3, Township 35S, Range 15E, less 5 acres on the East side, and The North Half of the Northeast Quarter (N/2 NE/4) less 5 Acres on the East side, Section 10, Township 35S, Range 15E, all in Montgomery County Kansas. Totaling 150 acres more or less.

And in and to any extensions or renewals thereof, in the proportions designated and set out opposite the name of such Assignee:

TEHI Illinois, LLC – One half of .7381875 (1/2 X .7381875) or .36909375 WI on existing wells

- One half of .7850625 (1/2 X .7850625) or .39253125 WI on new wells

The working interests herein conveyed are to subject to all royalty interest of record. The Assignor herein does not warrant title to the herein-described leases or to the lands covered thereby, but Assignor does hereby covenant with the Assignee herein that it has not conveyed away, assigned or disposed of its interest in said leases insofar as they cover and affect the herein-described lands.

TO HAVE AND TO HOLD said interests as herein-described unto said Assignee forever.

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JUL 15 2013

IN WITNESS WHEREOF, the Assignor has caused this Assignment to be executed this 26th day of May, 2011. Notwithstanding the date of Execution hereof, **THIS ASSIGNMENT SHALL BE EFFECTIVE TO THE DATE OF EXECUTION.**

Knife River Oil, LLC

By: _____

Jesse T. Holland, Manager

Assignor

SCANNED

STATE OF Arkansas

) ss

COUNTY OF Marion) I,

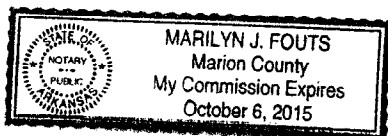
Marilyn J. Fouts, a Notary Public in and for and
residing in the County and State aforesaid, Do Hereby Certify that
Jesse T. Holland personally known to me to be the Manager of Knife

River Oil, LLC, whose name is subscribed to the foregoing Instrument, appeared before me this day in person and
acknowledged that as such Manager of said corporation, pursuant to authority given by said corporation, he
signed and delivered the said instrument, as the free and voluntary act of said corporation, and as his free and
voluntary act, for the uses and purposes therein set forth.

Given under my hand and notarial seal this 26th day of May, 2011.

My Commission Expires:

October 06, 2015



Marilyn J. Fouts

Notary Public

-- Knife River Oil, LLC
P.O. Box 170
Bull Shoals, AR 72619