

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 13 **
- ☐ 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.: E24330
- Entire Project: ☒ Yes ☐ No
- Number of Injection Wells 1 **

Field Name: St. Paul-Walnut**** Side Two Must Be Completed.**Effective Date of Transfer: 07/31/2013KS Dept of Revenue Lease No.: 111943 ✓Lease Name: Ewan-BalfaySec. 22 Twp. 29S R. 21E ☒ E ☐ WLegal Description of Lease: W2 NE4 22-29S-21E**KCC WICHITA**County: NeoshoProduction Zone(s): PeruInjection Zone(s): Peru 168-190**MAR 19 2014****RECEIVED**

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 SectionType of Pit: ☐ Emergency ☐ Burn ☐ Settling☐ Haul-Off ☐ Workover ☐ DrillingPast Operator's License No. 34673 Exp: 2/28/14Contact Person: Dean EwanPast Operator's Name & Address: Bud's Oil CoPhone: 620-449-2516C/O Dean Ewan 7720 Xavier Road St. Paul, KS 66771Date: 07/31/2013Title: AgentSignature: Dean EwanNew Operator's License No. 9684 ✓Contact Person: Mark SmithNew Operator's Name & Address: M S DrillingPhone: 620-423-6715P. O. Box 87Oil / Gas Purchaser: High Sierra

St. Paul, KS 66771

Date: 07/31/2013

Title: _____

Signature: Mark Smith**KCC WICHITA****APR 17 2014****RECEIVED**

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.

Smith, Mark A dba M S Drilling Company is acknowledged as

the new operator and may continue to inject fluids as authorized by

Permit No.: E-24330 . Recommended action: NeedUSC's for last 5 yrs 2008-2013Date: 4-25-14 Cheryl A. Beyer

Authorized Signature

_____ is acknowledged as

the new operator of the above named lease containing the surface pit

permitted by No.: _____

Date: _____

Authorized Signature

DISTRICT _____ EPR 4/21/14 PRODUCTION MAY 05 2014 UIC 4-25-14
Mail to: Past Operator 4-25-14 New Operator 4-25-14 District ③ 4-25-14

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

* Location: W2 NE4 22-29S-21E Neosho County

* 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
January 2014
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 # 9684
Name: Mark Smith d/b/a MS Drilling
Address 1: P. O. Box 87
Address 2: _____
City: St. Paul State: KS Zip: 66771 + _____
Contact Person: Mark Smith
Phone: (620) 423-6715 Fax: (_____) _____
Email Address: _____

Well Location:
_____ - W2 NE Sec. 22 Twp. 29 S. R. 21 ☒ East ☐ West
County: Neosho
Lease Name: Ewan Well #: _____
If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:
W2 NE4 22-29S-21E

Surface Owner Information:

Name: Leroy and Jean Ewan
Address 1: 24625 K47 HWY
Address 2: _____
City: Walnut State: KS Zip: 66780 + _____

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 must provide the name and address of the surface owner by filling out the top section of this form and 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.

04/03/2014

Date: _____ Signature of Operator or Agent: Leroy Ewan Title: Owner

KCC WICHITA

APR 17 2014

RECEIVED