KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

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

| Check Applicable Boxes: MUST be submitted | ted with this form. |
|--|--|
| Oil Lease: No. of Oil Wells** | Effective Date of Transfer: May 1, 2014 |
| Gas Lease: No. of Gas Wells 3 | KS Dept of Revenue Lease No.: _201389 (J1); 221229 (J2); 230238 (J3) |
| Gas Gathering System: | Lease Name: Garden City J Unit |
| Saltwater Disposal Well - Permit No.: | |
| Spot Location: feet from N / S Line | Sec. <u>25</u> Twp. <u>23</u> R. <u>34</u> |
| feet from E / W Line | Legal Description of Lease: All Sec. 25-T23S-R34W |
| Enhanced Recovery Project Permit No.: | |
| Entire Project: Yes No | County: Finney |
| Number of Injection Wells** | Production Zone(s): Chase / Council Grove |
| Field Name: Hugoton-Panoma | MAY 0 6 2014 |
| " Side Two Must Se Completed. | Injection Zone(s): |
| THE TOTAL CONTROL COMMERCIAL CONTROL C | RECEIVED |
| Surface Pit Permit No.:(API No. if Drill Pit, WO or Haul) | feet from N / S Line of Section |
| (API NO. II UNII PII, WO OF HAUI) | feet from E / W Line of Section |
| Type of Pit: Emergency Burn Settling | Haul-Off Workover De Drilling |
| Past Operator's License No | Contact Person: Brent G. Sonnier |
| | |
| Past Operator's Name & Address: OXY USA Inc. | Phone: 713.366.5654 |
| 5 Greenway Plaza, Suite 110, Houston, TX 77046 | Date: April 14 , 2014 |
| Title: Regulatory Lead, Mid-Continent Business Unit | Signature: Signature: |
| 32448/ | Ariana Malliquetta |
| New Operator's License No. 32446 | Contact Person: Ariene Valliquette |
| New Operator's Name & Address: Merit Energy Company, LLC | Phone: 972.628.1558 |
| 13727 Noel Rd., Ste. 1200, Dallas, TX 75240 | Oil / Gas Purchaser: Occidental Energy Marketing Inc. |
| | Date: April 15, 2014 |
| Titla. Regulatory Manager | Palana Halle It. |
| Title: Regulatory Manager | Signature: Week Vallquitte |
| Acknowledgment of Transfer: The above request for transfer of injection a | authorization, surface pit permit # has been |
| noted, approved and duly recorded in the records of the Kansas Corporation C | |
| Commission records only and does not convey any ownership interest in the a | · |
| | Boto injection treates, or properties |
| 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 |
| | |
| Permit No.: Recommended action: | permitted by No.: |
| | |
| Date: Authorized Signature | Date: |
| 1-10-11 | PRODUCTION JUN 1 1 2014 UIC 6-11-14 |
| Mail to: Past Operator New Operator | 1 |

Side Two

Must Be Filed For All Wells

KDOR Lease No.: 201389 (J1); 221229 (J2); 230238 (J3)

Garden City J Unit All 25-T23S-R34W, Finney County * Lease Name: _ * Location: Well No. API No. Footage from Section Line Type of Well Well Status (YR DRLD/PRE '67) (i.e. FSL = Feet from South Line) (Oil/Gas/INJ/WSW) (PROD/TA'D/Abandoned) Well Inventor PROD 1 Gas 15-055-21490-0001 4030 2 4030 Gas **PROD** 1286 _{FSI} 3 15-055-21965-0000 **PROD** Gas FSL/FNL FEL/FWL **FSL/FNL** FEL/FWL FSL/FNL FEL/FWL FEL/FWL FSL/FNL FSL/FNL FEL/FWL FEL/FWL FSL/FNL FSL/FNL FEL/FWL FSL/FNL FEL/FWL FEL/FWL FSL/FNL FSL/FNL FEL/FWL FEL/FWL FSL/FNL FSL/FNL FEL/FWL KCC WICHITA FSL/FNL FEL/FWL MAY 0 6 2014 FSL/FNL FEL/FWL RECEIVED 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.

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.

| OPERATOR: License # 32446 | Marilla and Alexander |
|--|---|
| OPERATOR: License # 32446 Name: Merit Energy Company, LLC | Well Location:Sec. 25 Twp. 23 S. R. 34 ☐ East ¥ West |
| Name: 13727 Noel Rd. Ste. 1200 | County: Finney |
| Address 1: 13727 Noel Rd., Ste. 1200 | Lease Name: Garden City J Unit Well #: 1, 2 & 3 |
| Address 2: | |
| City: State: Zip:+ | If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below: |
| Contact Person: Arlene Valliquette Phone: (972) 628-1558 Fax: (972) 628-1858 Email Address: Arlene.Valliquette@meritenergy.com | All Sec 25-T23S-R34W (Wells in NW/4, SE/4 & |
| Phone: (<u>972) </u> | NE/4) |
| Email Address: Allerie. Valinquelle gilleriterier gy. Com | |
| Surface Owner Information: | |
| Name: The Garden City Co. | When filing a Form T-1 involving multiple surface owners, attach an additional |
| Name: The Garden City Co. Address 1: P.O. Box 597 | 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 |
| Address 2: | county, and in the real estate property tax records of the county treasurer. |
| City: Garden City State: KS Zip: 67846 + 0597 | |
| the KCC with a plat showing the predicted locations of lease roads, tar | odic Protection Borehole Intent), you must supply the surface owners and nk batteries, pipelines, and electrical lines. The locations shown on the plat on the Form C-1 plat. Form CB-1 plat, or a separate plat may be submitted. |
| the KCC with a plat showing the predicted locations of lease roads, tar | |
| the KCC with a plat showing the predicted locations of lease roads, tar are preliminary non-binding estimates. The locations may be entered a Select one of the following: I certify that, pursuant to the Kansas Surface Owner Notice owner(s) of the land upon which the subject well is or will be | Act (House Bill 2032), I have provided the following to the surface located: 1) a copy of the Form C-1, Form CB-1, Form CB-1, Form T-1, or Form to being filed is a Form C-1 or Form CB-1, the plat(s) required by this |
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Mail to: KCC - Conservation Division. 130 S. Market - Room 2078. Wichita. Kansas 67202

RECEIVED