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:	MUST be sul	bmitted with this form.
Oil Lease: No. of Oil Wells	**	Effective Date of Transfer: May 1, 2014
Gas Lease: No. of Gas Wells*	*	KS Dept of Revenue Lease No.: 2003/7
Gas Gathering System:		Lease Name: Baughman 'L' 1
Saltwater Disposal Well- Permit No.:		Lease Name. Daugiman L I
Spot Location:feet from	N / S Line	
feet from	Ù₪/ W Line	Legal Description of Lease: T32S R33W, Sec. 24, NE NW NE SW
Enhanced Recovery Project Permit No.:		
Entire Project: Yes No		County: <u>Seward</u>
Number of Injection Wells	**	Production Zone(s): Chase Group
Field Name: <u>HUGOTON GAS AREA</u>		- Injection Zone(s):
** Side Two Must Be Comple	ted.	injustion zone(3).
		feet from N / S Line of Section
Surface Pit Permit No.:(API No. if Drill Pit, WC	or Haul)	feet from E / W Line of Section
Type of Pit: Emergency Burn	Settling	Haul-Off Workover OL Drilling
Past Operator's License No. 5447		
		<u> </u>
Past Operator's Name & Address: OXY USA Inc		Phone: 713.366.5654
5 Greenway Plaza, Suite 110, Houston, TX 77046		Date: April 15, 2014 KCC WICHITA
Title: Regulatory Manager		- Signature. Scent of Assames
No. Complete to the same of		MAY 1 5 2014
New Operator's License No. 32446 ✓		Contact Person: Arlene Valliquette RECEIVED
New Operator's Name & Address: Merit Energy	Company, LLC	Contact Ferson. Milette Valliquette
13727 Noel Rd., Ste. 1200, Dallas, TX 75240		Phone: <u>972.628.1558</u>
		Oil/Gas Purchaser: Occidental Energy Marketing Inc
Title: Regulatory Manager		Date: April 15, 2014
		Signature: Welse Vallignatte
Acknowledgment of Transfer: The above request f	or transfer of injection	authorization, surface pit permit # has be
noted, approved and duly recorded in the records of	the Kansas Corporation	on Commission. This acknowledgment of transfer pertains to Kansas Corporat
Commission records only and does not convey any ow	vnership interest in the	above injection well(s) or pit permit.
	acknowledged as	Merit Energy Company, LLC is acknowledged a
the new operator and may continue to inject fluids	as authorized by	the new operator of the above named lease containing the surface p
Permit No.: Recommended action	1:	permitted by No.:
Orlene Vallin	utti_	Orleve Vallimette
Date: April 15, 2014		Date: April 15, 2014
Authorized Signatun	13 11/	Authorized Signature
DISTRICTEPR &		RODUCTION_ AUG 1 5 2014 UIC 8-14-14
	New Operator_	District

Side Two

Must Be Filed For All Wells

KDOR L	ease No.: 20	70377		
*Lease N	lame: <u>Baughman 'L' 1</u>	*Location: T32S F	33W, Sec. 24, NE NW	NE SW
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 . /	15-175-00270	2583 North, 3425 West, from SE comer	GAS	Producing

KCC WICHITA MAY 15 2014 RECEIVED

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	Well Location:	
Name: Merit Energy Company, LLC	County: Seward	
Address 1:13727 Noel Rd., Ste. 1200 City:	Lease Name: Baughman 'L' 1	
<u>Dallas</u> State: <u>TX</u> Zip: <u>75240</u>	If filing a Form T-1 for multiple wells on a lease, enter the legal description of	
Contact Person: Arlene Valliquette	the lease helow:	
Phone: (972) 628-1558 Fax: (972) 628-1858	KCC WICHIT	
Email Address: Arlene.Valliquette@meritenergy.com	T32S R33W, Sec. 24, NE NW NE SW KCC WICHITA MAY 15 2014 RECEIVED	
Surface Owner Information:	RECEIVED	
JACOBS, CASPER JOHN JR & SUSAN I	When filing a Form T-1 involving multiple surface owners, attach an additional	
20500 ROAD 26	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	
PLAINS, KS 67869	county, and in the real estate property tax records of the county treasurer.	
ie NCC with a plat snowing the predicted locations of lease roads, tank l	ic Protection Borehole Intent), you must supply the surface owners and batteries, pipelines, and electrical lines. The locations shown on the plat e Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted.	
this form is being submitted with a Form C-1 (Intent) or CB-1 (Cathodine KCC with a plat showing the predicted locations of lease roads, tank the preliminary non-binding estimates. The locations may be entered on the Select one of the following:	batteries, pipelines, and electrical lines. The locations shown on the plat	
re preliminary non-binding estimates. The locations of lease roads, tank if re preliminary non-binding estimates. The locations may be entered on the select one of the following: I certify that, pursuant to the Kansas Surface Owner Notice Acowner(s) of the land upon which the subject well is or will be locations.	batteries, pipelines, and electrical lines. The locations shown on the plat e Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted. ct (House Bill 2032), I have provided the following to the surface 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	
re preliminary non-binding estimates. The locations of lease roads, tank to re preliminary non-binding estimates. The locations may be entered on the select one of the following: I certify that, pursuant to the Kansas Surface Owner Notice Acowner(s) of the land upon which the subject well is or will be located to 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 have not provided this information to the surface owner(s). I acknowledges the surface of the surface owner of the surface owner of the surface owner owner owner owner owner owner owner.	batteries, pipelines, and electrical lines. The locations shown on the plat e Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted. It (House Bill 2032), I have provided the following to the surface 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 demail address. I knowledge that, because I have not provided this information, the ner(s). To mitigate the additional cost of the KCC performing this of the surface owner by filling out the top section of this form and	
re preliminary non-binding estimates. The locations of lease roads, tank to re preliminary non-binding estimates. The locations may be entered on the select one of the following: I certify that, pursuant to the Kansas Surface Owner Notice Acowner(s) of the land upon which the subject well is or will be located CP-1 that I am filing in connection with this form; 2) if the form beform; and 3) my operator name, address, phone number, fax, and I have not provided this information to the surface owner(s). I acknowledge that I must provide the name and address of	batteries, pipelines, and electrical lines. The locations shown on the plat e Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted. It (House Bill 2032), I have provided the following to the surface 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 d email address. It is considered that, because I have not provided this information, the ner(s). To mitigate the additional cost of the KCC performing this of the surface owner by filling out the top section of this form and it. Which is enclosed with this form.	
re preliminary non-binding estimates. The locations may be entered on the Select one of the following: I certify that, pursuant to the Kansas Surface Owner Notice Acowner(s) of the land upon which the subject well is or will be located 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 have not provided this information to the surface owner(s). I acknowledge that I must provide the name and address of that I am being charged a \$30.00 handling fee, payable to the KC of choosing the second option, submit payment of the \$30.00 handling fee.	batteries, pipelines, and electrical lines. The locations shown on the plat e Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted. It (House Bill 2032), I have provided the following to the surface 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 demail address. It is considered by the surface owner by filling out the top section of this form and it. C, which is enclosed with this form. If the fee is not received with this form, the KSONA-1 will be returned.	