## 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:   | Antica mar and rollin  |  |  |
|---|--|--|--|
| 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.: 201086   |  |  |
| Gas Gathering System:   | Lease Name: EUBANK 'B' 1   |  |  |
| Saltwater Disposal Well- Permit No.:                                      | _  |  |  |
| Spot Location:feet from N / S Line  |  |  |  |
| feet from E / W Line  | Legal Description of Lease: T28S R34W, Sec. 23, C E2 NE SW   |  |  |
| Enhanced Recovery Project Permit No.:                                     | _  |  |  |
| Entire Project: Yes No  | County: Haskell  |  |  |
| Number of Injection Wells**   | Production Zone(s): Chase Group  |  |  |
| Field Name: HUGOTON GAS AREA  | Injection Zone(s):   |  |  |
| ** Side Two Must Be Completed.  | injection zone(s).   |  |  |
|   | feet from N / S Line of Section  |  |  |
| Surface Pit Permit No.: (API No. if Drill Pit, WO or Haul)                | feet from E / W Line of Section  |  |  |
| Type of Pit: Emergency Burn Settling                                      | Control Contro |  |  |
| Type of Fit. Emergency Burn Setting                                       | Haul-Off Workover Drilling Kig   |  |  |
| Past Operator's License No. 5447 ✓  | 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 15, 2014 Signature:  |  |  |
| Title: Regulatory Manager   | Signature: Brent Asnowin   |  |  |
| New Operator's License No. 32446 /  |  |  |  |
|   | Contact Person: Arlene 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   |  |  |
| Title: Regulatory Manager   | Date: April 15, 2014   |  |  |
|   | Signature: Walligenette  |  |  |
|   |  |  |  |
| 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 Corporatio | on 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.   |  |  |
|   |  |  |  |
| Merit Energy Company, LLC is acknowledged as                              | Merit Energy Company, LLCis 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.:  |  |  |
| Calesce-Valligenette  | Orlesse Vallymette   |  |  |
| Date: April 15, 2014  Authorized Signature                                | Date: April 15, 2014  Authorized Signature   |  |  |
|   | RODUCTION_SEP 2 9 2014UIC SEP 2 9 2014   |  |  |
| DISTRICTEPRPR  Mail to: Past OperatorNew Operator                         | District   |  |  |
| , on operator   | RECEIVED   |  |  |

#### Side Two

#### Must Be Filed For All Wells

| KDOR L   | ease No.:                    | 201086   |                                   |                                      |
|----------|------------------------------|--|-----------------------------------|--------------------------------------|
| *Lease N | ame: <u>EUBANK 'B' 1</u>     | *Location:_T28S F  | R34W, Sec. 23, C E2 NE            | <u> SW</u>                           |
| Well No. | API No.<br>(YR DRLD/PRE "67) | Footage from Section Line (i.e. FSL= Feet from South Line) | Type of Well<br>(Oil/Gas/INJ/WSW) | Well Status<br>(PROD/TA'D/Abandoned) |
| 1        | 15-081-00249 🗸               | FSL FEL<br>2346 North, 3294 West, from SE corner           | GAS                               | Producing                            |

## KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form KSONA-1 January 2014 Form Must Be Typed Form must be Signed All blanks must be Filled

## 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   | 3-1 (Cathodic Protection Borehole Intent) T-1 (Transfer) CP-1 (Plugging Application)   |  |
|--|--|--|
| OPERATOR: License # 32446  | Well Location:   |  |
| Name: Merit Energy Company, LLC  | County: Haskell  |  |
| Address 1:13727 Noel Rd., Ste. 1200  | Lease Name: EUBANK 'B' 1   |  |
| City: Dallas State: TX Zip:75240   | the lease below:   |  |
| Contact Person: Arlene Valliquette   |  |  |
| Phone: (972) 628-1558 Fax: (972) 628-1858  | T28S R34W, Sec. 23, C E2 NE SW   |  |
| Email Address: Arlene.Valliquette@meritenergy.com  | _  |  |
| Surface Owner Information:   | Man Sin - For This phin will be for the state of the stat |  |
| Cattle Empire, LLC   | When filing a Form T-1 involving multiple surface owners, attach an additional<br>sheet listing all of the information to the left for each surface owner. Surface   |  |
| 1174 Empire Circle   | 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.  |  |
| Satanta, KS 67870  | cearry, and in the real cetate property tax records of the cearry addition,  |  |
| re preliminary non-binding estimates. The locations may be entered of 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 | ank batteries, pipelines, and electrical lines. The locations shown on the plat in the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted.  Act (House Bill 2032), I have provided the following to the surface electricated: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form me being filed is a Form C-1 or Form CB-1, the plat(s) required by this and email address.   |  |
| KCC will be required to send this information to the surface   | I acknowledge that, because I have not provided this information, the owner(s). To mitigate the additional cost of the KCC performing this ass of the surface owner by filling out the top section of this form and a KCC, which is enclosed with this form.   |  |
| If choosing the second option, submit payment of the \$30.00 handlin, form and the associated Form C-1, Form CB-1, Form T-1, or Form CF  | g fee with this form. If the fee is not received with this form, the KSONA-1 vill be returned.   |  |
| hereby certify that the statements made herein are true and correct t  | · -  |  |
| Date:April 15, 2014 Signature of Operator or Agent:  | Villiquette Title: Regulatory Manager  |  |