

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

**REQUEST FOR CHANGE OF OPERATOR
TRANSFER OF INJECTION OR SURFACE PIT PERMIT**

Form KBON-1, Certification of Compliance with the Kansas Surface Owner Notification Act,
MUST be submitted with this form.

Form T-1
March 2010
Form must be Typed
Form must be Signed
All blanks must be Filled

Check Applicable Boxes:

☐ Oil Lease: No. of Oil Wells _____ **
☒ Gas Lease: No. of Gas Wells 2 **
☐ 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: CHEROKEE BASIN COAL AREA

Effective Date of Transfer: August 1, 2013
KS Dept of Revenue Lease No.: 225486, 225485
Lease Name: ARD
_____ 5/2 Sec. 3 Twp. 26S R. 20E ☒ E ☐ W
Legal Description of Lease: N/2 NW/4, S/2 of Sec 3-26S-20E; N/2 NW/4, SE/4 of Sec 3-26S-20E; N/2 NW/4 of Sec 11-26S-20E
County: ALLEN
Production Zone(s): Cherokee Coals
Injection Zone(s): _____

Surface Pit Permit No.: _____
(API No. if Drill Pit, WO or Haul)

Type of Pit: ☐ Emergency ☐ Burn ☐ Settling ☐ Haul-Off ☐ Workover OK ☐ Drilling

Past Operator's License No. 32912 ✓
Past Operator's Name & Address: Carroll Energy, LLC
PO Box 766; Independence, KS 67301
Title: Land Man

Contact Person: Terry Carroll Jr.
Phone: (800) 917-1618
Date: August 7, 2013
Signature: Terry Carroll Jr.

New Operator's License No. 34420 ✓
New Operator's Name & Address: Exodus Gas & Oil LLC
1001 McKinney St., Suite 804
Houston, TX 77002
Title: Manager

RECEIVED
KANSAS CORPORATION COMMISSION
Contact Person: Brian Lingard
Phone: (281) 822-2939
AUG 26 2013
Oil / Gas Purchaser: Texla
Date: August 7, 2013
CONSERVATION DIVISION
WICHITA, KS
Signature: Brian Lingard

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: _____
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 <u>8-25-14</u>	PRODUCTION <u>AUG 25 2014</u>	UIC <u>AUG 25 2014</u>
Mail to: Past Operator _____	New Operator _____	District _____	

Mail to: KSC - Conservation Division, 190 S. Market - Room 2070, Wichita, Kansas 67202

* Lease Name: **ARD**

* Location: S3-T26S-R20E

[illegible]

* When transferring a unit which consists of more than one lease please file a separate slide 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 # 34420
Name: Exodus Gas & Oil LLC
Address 1: 1001 McKinney St., Suite 804
Address 2: _____
City: Houston State: TX Zip: 77002 + _____
Contact Person: Brian Lingard
Phone: (281) 822-2939 Fax: (_____) _____
Email Address: _____

Well Location:
_____ 5-2 Sec. 3 Twp. 26S R. 2D ☒ East ☐ West
County: ALLEN
Lease Name: ARD Well #: D-43
C-23
If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:
W/2 NW/4, S/2 of Sec 3-26S-20S; W/2 NW/4, SW/4 of Sec 2-26S-20S; W/2 NE/4 of Sec 31-26S-20S

Surface Owner Information:

Name: James M. & Beverly N. Ard Revocable Living Trust
Address 1: 3810 Florida Rd
Address 2: _____
City: Elmore State: KS Zip: 66732 + _____

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 \$80.00 handling fee, payable to the KCC, which is enclosed with this form.

If choosing the second option, submit payment of the \$80.00 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: August 7, 2013 Signature of Operator or Agent: [Signature] Title: Manager

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KANSAS CORPORATION COMMISSION

AUG 26 2013

Mail to: KCC - Conservation Division, 130 S. Market - Room 207B, Wichita, Kansas 67202

CONSERVATION DIVISION
WICHITA, KS