

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

Form T-1

July 2014

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 10 **
- ☐ 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.: _____
- Entire Project: ☐ Yes ☐ No
- Number of Injection Wells _____ **

Effective Date of Transfer: 9-18-2014KS Dept of Revenue Lease No.: 142805Lease Name: McHone____ - ____ - ____ NW Sec. 8 Twp. 24 R. 16 ☒ E ☐ WLegal Description of Lease: NW4 except a tract - see attachedCounty: WoodsonProduction Zone(s): SquirrelInjection Zone(s): SquirrelField Name: Vernon**** Side Two Must Be Completed.**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 OR ☐ DrillingPast Operator's License No. 32710 ✓Contact Person: Kenneth LaymonPast Operator's Name & Address: Laymon Oil II, LLCPhone: 620-963-24951998 Squirrel Road, Neosho Falls, KS 66758Date: 9-18-2014Title: MemberSignature: Kenneth LaymonNew Operator's License No. 35122 ✓Contact Person: Wesley KetchamNew Operator's Name & Address: Lakeshore Operating, LLCPhone: 773-754-624213505 S. Mur-Len Road Ste. 105 - 182
Olathe, KS 66062Oil / Gas Purchaser: Coffeyville ResourcesDate: 9-18-2014Title: PresidentSignature: Wesley Ketcham

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SEP 18 2014

CONSERVATION DIVISION
WICHITA, KS

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 9/22/14 PRODUCTION SEP 25 2014 UIC SEP 24 2014
Mail to: Past Operator _____ New Operator _____ District _____

* Location: NW4 8/24/16

* 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.

#12

LESSOR:	Kenneth Laymon & Regina Laymon, husband & wife, and Dudley F. McHone & Tammy R. McHone, husband & wife, royalty interest owners
LESSEE:	Laymon Oil II, LLC
DATE OF LEASE:	05/10/2012
RECORDED:	On 05/10/2012 at Book S93 page 178-181
LEGAL DESCRIPTION:	North Half of Northwest Quarter [N2 NW4] of Section 8, Township 24, Range 16 East of the 6th P.M., except the following tracts: A Tract beginning at the Northeast corner of the Northwest Quarter of Section 8, Township 24 South, Range 16 East of the 6th P.M., thence South 180 feet, thence West 200 feet, thence North 180 feet, thence East 200 feet, to the place of beginning, and a tract of land starting at a point 1559.79 feet East from the Northwest corner of Section 8, Township 24 South, Range 16 East, thence 550 feet South, thence 396 feet West, thence 550 feet North, thence 396 feet East to the point of beginning, Woodson County, Kanas

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**CERTIFICATION OF COMPLIANCE WITH THE
KANSAS SURFACE OWNER NOTIFICATION ACT**

Form KSONA-1
July 2010
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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 # 32710
Name: Laymon Oil II, LLC
Address 1: 1998 Squirrel Road
Address 2: _____
City: Neosho Falls State: KS Zip: 66758 + 7124
Contact Person: Kenneth Laymon
Phone: (620) 963-2495 Fax: (620) 963-2921
Email Address: _____

Well Location: _____
_____ - _____ - NW4 Sec. 8 Twp. 24 S. R. 16 ☒ East ☐ West
County: Woodson
Lease Name: McHone Well #: all

If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:

N2 NW4 except a tract - attached

Surface Owner Information:

Name: Kenneth & Regina Laymon
Address 1: 1998 Squirrel Road
Address 2: _____
City: Neosho Falls State: KS Zip: 66758 + _____

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 \$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.

Date: 9-18-2014 Signature of Operator or Agent: Kenneth Laymon Title: owner
KANSAS CORPORATION COMMISSION

SEP 18 2014

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WICHITA, KS

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County: Woodson
Lease Name: McHone Well #: all

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N2 NW4 except a tract *see attached*

Surface Owner Information:

Name: Dudley & Tammy McHone
Address 1: 1649 180th Road
Address 2: _____
City: Yates Center State: KS Zip: 66783 + _____

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