RECEIVED
MAY 30 2014
KCC WICHITA

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.

| Oil Lease: No. of Oil Wells** | Effective Date of Transfer: May 1, 2014 | | |
|---------------------------------------------------------------------------|-------------------------------------------------------------------------------|--|--|
| Gas Lease: No. of Gas Wells 2 ** | 4404-4 | | |
| Gas Gathering System: | | | |
| Saltwater Disposal Well- Permit No.: | Lease Name: Bradley 'A' 2 | | |
| Spot Location:feet from N / S Line | | | |
| feet from E / W Line | Legal Description of Lease: T28S R36W, Sec. 16, C NE SW | | |
| Enhanced Recovery Project Permit No.: | | | |
| Entire Project: Yes No | County: Grant | | |
| Number of Injection Wells** | | | |
| Field Name: PANOMA GAS AREA | Production Zone(s): Council Grove Group | | |
| ** Side Two Must Be Completed. | Injection Zone(s): | | |
| olde i we made be completed. | 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 | Haul-Off Workover Drilling KH | | |
| 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 | | |
| Title: Regulatory Manager | Signature: Brunt Ammun | | |
| Now Operators License No. 22446 | | | |
| New Operator's License No. 32446 | - Contact Person: Ariene Valliquette | | |
| New Operator's Name & Address: Merit Energy Company, LLC | | | |
| 13727 Noel Rd., Ste. 1200, Dallas, TX 75240 | Phone: 972.628.1558 | | |
| | Oil/Gas Purchaser: Occidental Energy Marketing Inc | | |
| Title: Regulatory Manager | Date: April 15, 2014 | | |
| | Signature: Ulene Vallimette | | |
| | | | |
| Acknowledgment of Transfer: The above request for transfer of injection | authorization, surface pit permit # has been | | |
| | 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. | | |
| | | | |
| erit Energy Company, LLC is acknowledged as | Merit Energy Company, LLC is acknowledged as | | |
| e new operator and may continue to inject fluids as authorized by | the new operator of the above named lease containing the surface pit | | |
| ermit No.: Recommended action: | permitted by No.: | | |
| alene Vallimetto | Orlene Valligentte | | |
| ate: April 15, 2014 | Date: April 15, 2014 | | |
| Authorized Signature | Authorized Signature | | |
| DISTRICTPF | RODUCTION CCT 1 3 2014 UIC OCT 1 3 2014 | | |
| Mail to: Past OperatorNew OperatorNew Operator | District | | |

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Must Be Filed For All Wells

| KDOR L | ease No.: | 208672 | | |
|----------|-----------------------------------------------------------------|---------------------------------------------------------------|-----------------------------------|--------------------------------------|
| *Lease N | ease Name: Bradley 'A' 2 *Location: T28S R36W, Sec. 16, C NE SW | | <u>v</u> | |
| 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 | 15-067-20003 / | FSL FWL 2000 N orth , 2000 East, from SW corner | GAS | Producing |

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MAY 30 2014
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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: | -1 (Cathodic Protection Borehole Intent) T-1 (Transfer) CP-1 (Plugging Application) | |
|----------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|
| OPERATOR: License # 32446 | Well Location: | |
| Name: Merit Energy Company, LLC | County: Grant | |
| Address 1:13727 Noel Rd., Ste. 1200 | Lease Name: Bradley 'A' 2 | |
| City: Dallas State: TX Zip:75240 | If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below: T28S R36W, Sec. 16, C NE SW | |
| Contact Person: Arlene Valliquette | | |
| Phone: (972) 628-1558 Fax: (972) 628-1858 | | |
| Email Address: Arlene.Valliquette@meritenergy.com | | |
| Surface Owner Information: HOWARD, GARY T & SAUNDRA K TRUSTS 100 E KING TERR | 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. | |
| the KCC with a plat showing the predicted locations of lease roads, to | thodic Protection Borehole Intent), you must supply the surface owners and tank batteries, pipelines, and electrical lines. The locations shown on the plat I on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted. | |
| Select one of the following: | | |
| owner(s) of the land upon which the subject well is or will be | the Act (House Bill 2032), I have provided the following to the surface the located: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form the being filed is a Form C-1 or Form CB-1, the plat(s) required by this is, 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 e owner(s). To mitigate the additional cost of the KCC performing this ess of the surface owner by filling out the top section of this form and e KCC, which is enclosed with this form. | |
| If choosing the second option, submit payment of the \$30.00 handling form and the associated Form C-1, Form CB-1, Form T-1, or Form C | ng fee with this form. If the fee is not received with this form, the KSONA-1 P-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:April 15, 2014 Signature of Operator or Agent: Oclare | Vallignette Title: Regulatory Manager | |