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,

| Check Applicable Boxes: | MOST DE SUDIT | mued with this form. | |
|--|--|--|--|
| Oil Lease: No. of Oil Wells | ** | Effective Date of Transfer: May 1, 2014 | |
| Gas Lease: No. of Gas Wells 1 * | * | KS Dept of Revenue Lease No.: 203657 | |
| Gas Gathering System: | | Lease Name: STANFORD 'A' 1 | |
| Saltwater Disposal Well- Permit No.: | | Education of the state of the s | |
| Spot Location:feet from | N / S Line | | |
| feet from | E / W Line | Legal Description of Lease: T34S R41W, Sec. 26, NW NW NW SE | |
| Enhanced Recovery Project Permit No.: | Manuary 11 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 | | |
| Entire Project: Yes No | | County: Morton | |
| Number of Injection Wells | ** | Production Zone(s): Chase Group | |
| Field Name: HUGOTON GAS AREA | | Injection Zone(s): | |
| ** Side Two Must Be Comple | eted. | | |
| Surface Pit Permit No.: | | | |
| Surface Pit Permit No.:(API No. if Drill Pit, Wo | | feet from E / W Line of Section | |
| Type of Pit: Emergency Burn | Settling | Trade of the state | |
| Past Operator's License No. 5447 | | Contact Person: Brent G. Sonnier | |
| Past Operator's Name & Address: OXY USA Inc | | Phone: 713.366.5654 | |
| • | | ļ*** | |
| 5 Greenway Plaza, Suite 110, Houston, TX 77046 | | Date. April 13, 2014 | |
| Title: Regulatory Manager | | Signature: Brunt Amoun | |
| New Operator's License No. 32446 / | | | |
| New Operator's Name & Address: Merit Energy Company, LLC | | Contact Person: Arlene Valliquette | |
| | Oompany, LLO | Phone: <u>972.628.1558</u> | |
| 13727 Noel Rd., Ste. 1200, Dallas, TX 75240 | | Oil/Gas Purchaser: Occidental Energy Marketing Inc | |
| | | Date: April 15, 2014 | |
| Title: Regulatory Manager | | - alene Vallimette | |
| | | Signature: | |
| | | | |
| Acknowledgment of Transfer: The above request | | | |
| | | on Commission. This acknowledgment of transfer pertains to Kansas Corporation | |
| Commission records only and does not convey any | ownership interest in the | e above injection well(s) or pit permit. | |
| Norit Energy Company II C | is acknowledged as | Merit Energy Company, LLCis acknowledged as | |
| Merit Energy Company, LLC is acknowledged as | | | |
| ne 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 acti | | permitted by No.: | |
| alene vall; | wette | Orleve Villigentte | |
| ate: April 15, 2014 Authorized Signat | ure | Date: April 15, 2014 Authorized Signature | |
| DISTRICT EPR_/D | | RODUCTION OCT 2 2 2014 UICOCT 2 2 2014 | |
| Mail to: Past Operator | New Operator | | |

Side Two

Must Be Filed For All Wells

| KDOR L | ease No.: | 2.03657 | | |
|----------|------------------------------|--|-----------------------------------|--------------------------------------|
| *Lease N | ame: <u>STANFORD 'A' 1</u> | *Location: T34S R | 41W, Sec. 26, NW NW | NW SE |
| 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 | 15-129-00417 | 2540 FSL 2540 FEL 2415 North, 2415 West, from SE corner | GAS | Spudded PR |

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 | -1 (Cathodic Protection Borehole Intent) X T-1 (Transfer) CP-1 (Plugging Application) | |
|--|---|--|
| OPERATOR: License # 32446 | Well Location: | |
| Name: Merit Energy Company, LLC | County: Morton | |
| Address 1:13727 Noel Rd., Ste. 1200 | Lease Name: STANFORD 'A' 1 | |
| 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: | |
| Contact Person: Arlene Valliquette | | |
| Phone: (972) 628-1558 Fax: (972) 628-1858 | T34S R41W, Sec. 26, NW NW NW SE | |
| Email Address: Arlene.Valliquette@meritenergy.com | _ | |
| | | |
| Surface Owner Information: | | |
| CROMER, AARON K & BRENDA J | 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. | |
| P O BOX 1455 | | |
| ELKHART, KS 67950-1455 | | |
| the KCC with a plat showing the predicted locations of lease roads, to are preliminary non-binding estimates. The locations may be entered of Select one of the following: | ank batteries, pipelines, and electrical lines. The locations shown on the plat on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted. | |
| owner(s) of the land upon which the subject well is or will be | e Act (House Bill 2032), I have provided the following to the surface be 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 , 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: | Valliguette Title: Regulatory Manager | |

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

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-1 (Cathodic Protection Borehole Intent) T-1 (Transfer) CP-1 (Plugging Application) | | | | |
|---|--|--|--|--|
| OPERATOR: License # 32446 | Well Location: | | | |
| Name: Merit Energy Company, LLC | County: Morton | | | |
| Address 1:13727 Noel Rd., Ste. 1200 | Lease Name: STANFORD 'A' 1 | | | |
| 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: T34S R41W, Sec. 26, NW NW NW SE | | | |
| Contact Person: Arlene Valliquette | | | | |
| Phone: (972) 628-1558 Fax: (972) 628-1858 | | | | |
| Email Address: Arlene.Valliquette@meritenergy.com | | | | |
| Surface Owner Information: | | | | |
| SEABOARD FARMS, INC | 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 | | | |
| 9000 W 67TH ST; STE 200 | owner information can be found in the records of the register of deeds for the | | | |
| SHAWNEE MISSION, KS 66202 | county, and in the real estate property tax records of the county treasurer. | | | |
| 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 A | 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 l | ocated: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form being filed is a Form C-1 or Form CB-1, the plat(s) required by this | | | |
| KCC will be required to send this information to the surface or | acknowledge that, because I have not provided this information, the wner(s). To mitigate the additional cost of the KCC performing this is of the surface owner by filling out the top section of this form and 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 CP-1 | fee with this form. If the fee is not received with this form, the KSONA-1 I 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: | Allignette Title: Regulatory Manager | | | |

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202