### 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: MUS1 be subm   | itted with this form.   |  |  |
|--|---|--|--|
| Oil Lease: No. of Oil Wells 1 **   | Effective Date of Transfer: May 1, 2014   |  |  |
| Gas Lease: No. of Gas Wells**  | KS Dept of Revenue Lease No.: <u>/38463</u> / 230453  |  |  |
| Gas Gathering System:  | Lease Name: Trahern 6-G20-31-39   |  |  |
| Saltwater Disposal Well- Permit No.:   | Lease Hame. Trainem 6 020 01 60   |  |  |
| Spot Location:feet from N / S Linefeet from E / W Line   | Legal Description of Lease: T31S R39W, Sec. 20, SW SW NE  |  |  |
| Enhanced Recovery Project Permit No.:  |   |  |  |
| Entire Project: Yes No   | County: Morton  |  |  |
| Number of Injection Wells**  | Production Zone(s): ST LOUIS  |  |  |
| Field Name: Dermot School  | Injection Zone(s):  |  |  |
| ** Side Two Must Be Completed.   | =======================================   |  |  |
| Surface Pit Permit No.:  (API No. if Drill Pit, WO or Haul)  Type of Pit: Burn Settling  | feet from N / S Line of Section  feet from E / W Line of Section  Haul-Off Workover Drilling                        |  |  |
| Past Operator's License No. 5447   | Contact Person: Brent G. Sonnier  |  |  |
|  | Phone: 713.366.5654   |  |  |
| Past Operator's Name & Address: OXY USA Inc  |   |  |  |
| 5 Greenway Plaza, Suite 110, Houston, TX 77046   | Date: April 15, 2014 q  |  |  |
| Title: Regulatory Manager  | Signature: Brent Sourier  |  |  |
| New Operator's License No. 32446   | Contact Person: Arlene 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: Utlane Valliguette  |  |  |
| 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<br>Commission records only and does not convey any ownership interest in the | n Commission. This acknowledgment of transfer pertains to Kansas Corporation above injection well(s) or pit permit. |  |  |
| 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  |  |  |
| Permit No.: Recommended action:  | permitted by No.:   |  |  |
| alline Vallimette  | Orleve Villiantte   |  |  |
| Pate: April 15, 2014   | Date: April 15, 2014  |  |  |
| Authorized Signature   | Authorized Signature  |  |  |
| DISTRICT EPR 10-21-14 PF   | RODUCTION UCT 2 2 2014 UIC OCT 2 2 2014   |  |  |
| Mail to: Past OperatorNew Operator   | District  |  |  |

#### Side Two

#### Must Be Filed For All Wells

| KDOR Le  | ease No.: /3844               | 03/230453   |                                   |                                      |
|----------|-------------------------------|---|-----------------------------------|--------------------------------------|
| *Lease N | ame: <u>Trahern 6-G20-31-</u> | 39 *Location: T31S R  | 39W, Sec. 20, SW SW               | SW NE                                |
| 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        | 15-129-21807                  | FNL FE L<br>2380 <del>South</del> , 2387 <del>West, from NE corne</del> r | O&G                               | 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)   |  |
|---|---|--|
| OPERATOR: License # 32446   | Well Location:  |  |
| Name: Merit Energy Company, LLC   | County: Morton  |  |
| Address 1:13727 Noel Rd., Ste. 1200   | Lease Name: Trahern 6-G20-31-39   |  |
| City: Dallas State: TX Zip: 75240   | If filing a Form T-1 for multiple wells on a lease, enter the legal description of  |  |
| Contact Person: Arlene Valliquette  | the lease below:  |  |
| Phone: (972) 628-1558 Fax: (972) 628-1858   | T31S R39W, Sec. 20, SW SW SW NE   |  |
| Email Address: Arlene.Valliquette@meritenergy.com   | _   |  |
| Surface Owner Information: TRAHERN, PATRICIA F  | 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. |  |
| HCO2 BOX 29B  |   |  |
| JOHNSON, KS 67855-9601  |   |  |
| he KCC with a plat showing the predicted locations of lease roads, t  | thodic Protection Borehole Intent), you must supply the surface owners and tank 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 t   | ce 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 being filed is a Form C-1 or Form CB-1, the plat(s) required by this c, 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 ress of the surface owner by filling out the top section of this form and ne KCC, which is enclosed with this form.  |  |
| If choosing the second option, submit payment of the \$30.00 handli<br>form and the associated Form C-1, Form CB-1, Form T-1, or Form C | ing fee with this form. If the fee is not received with this form, the KSONA-1<br>CP-1 will be returned.  |  |
| I hereby certify that the statements made herein are true and correct   | t to the best of my knowledge and belief.   |  |
| Date: April 15, 2014 Signature of Operator or Agent:  | Title: Regulatory Manager   |  |

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