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:	WOST be Sul	minuea with this form.	ad link (
Oil Lease: No. of Oil Wells 1 **		Effective Date of Transfer: May 1, 2014	4
Gas Lease: No. of Gas Wells**		KS Dept of Revenue Lease No.:	143069
Gas Gathering System:		Lease Name: Watkins 'B' 2	•
Saltwater Disposal Well- Permit No.:		- Todas Name: Tyakinis B 2	
Spot Location:feet from N /	S Line		
feet from E /	W Line	Legal Description of Lease: T29S R33	W, Sec. 23, S2 N2 NE SW
Enhanced Recovery Project Permit No.:			
Entire Project: Yes No		County: Haskell	
Number of Injection Wells**		Production Zone(s):Kansas City	
Field Name: LEMON NORTHEAST		Injection Zone(s):	
** Side Two Must Be Completed.			
		feet from N /	S Line of Section
Surface Pit Permit No.: (API No. if Drill Pit, WO or Ha	ul)	feet from E /	W Line of Section
Type of Pit: Emergency Burn	Settling	Haul-Off Workover	Drilling KAL
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: Brent Amnin	
Tregulatory Warrager		Jane	
New Operator's License No. 32446			
		Contact Person: Arlene Valliquette	
New Operator's Name & Address: Merit Energy Comp	pany, LLC	Phone: <u>972.628.1558</u>	11120
13727 Noel Rd., Ste. 1200, Dallas, TX 75240		Oil/Gas Purchaser: Occidental Energy I	Marketing Inc
	1000	Date: April 15, 2014	
Title: Regulatory Manager		Signature: Unlesse Valligeret	tt
		Signature.	No. of Contrast of
Acknowledgment of Transfer: The above request for transfer	nsfer of injection	authorization, surface pit permit.#	has been
noted, approved and duly recorded in the records of the Ka	ansas Corporatio	n Commission. This acknowledgment of tran	sfer pertains to Kansas Corporation
Commission records only and does not convey any ownersh	nip interest in the	above injection well(s) or pit permit.	
erit Energy Company, LLC is ackı	nowledged as	Merit Energy Company, LLC	is acknowledged as
e new operator and may continue to inject fluids as a	authorized by	the new operator of the above named	lease containing the surface pit
ermit No.: Recommended action:	85	permitted by No.:	<u>.</u>
Where Valligantle		VC 3 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	Valliquette
ate: April 15, 2014		Date: April 15, 2014	
Authorized Signature	3 (1)		Authorized Signature
DISTRICTEPR/0-8	30	ODUCTION OCT 0 9 2014	_uicOCT 0 9 2014
Mail to: Past Operator	New Operator_	Dis	trictRECEIVED

Side Two

Must Be Filed For All Wells

KDOR L	ease No.: 1430	69				
*Lease Name: Watkins 'B' 2		*Location:_T29S F	*Location: T29S R33W, Sec. 23, S2 N2 NE SW			
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	15-081-21975	1994 North, 1980 East, from SW corner	Oil	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) C	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: Haskell	
Address 1:13727 Noel Rd., Ste. 1200	Lease Name: Watkins 'B' 2	
City: Dallas State: TX Zip:75240	If filing a Form T-1 for multiple wells on a lease, enter the legal description	
Contact Person: Arlene Valliquette	the lease below:	
Phone: (972) 628-1558 Fax: (972) 628-1858	T29S R33W, Sec. 23, S2 N2 NE SW	
Email Address: Arlene.Valliquette@meritenergy.com		
Surface Owner Information:	When filing a Form T-1 involving multiple surface owners, attach an additional	
Brenda R. Powell Rev. Trust	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	
P.O. Box 424	county, and in the real estate property tax records of the county treasurer.	
Sublette, KS 67877		
the KCC with a plat showing the predicted locations of lease roads, re preliminary non-binding estimates. The locations may be entered Select one of the following:	athodic 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	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 orm being filed is a Form C-1 or Form CB-1, the plat(s) required by this x, and email address.	
KCC will be required to send this information to the surfac	I acknowledge that, because I have not provided this information, the se owner(s). To mitigate the additional cost of the KCC performing this tress of the surface owner by filling out the top section of this form and the KCC, which is enclosed with this form.	
If choosing the second option, submit payment of the \$30.00 handl form and the associated Form C-1, Form CB-1, Form T-1, or Form C	ling fee with this form. If the fee is not received with this form, the KSONA-1 CP-1 will be returned.	
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: Tulesce	Valligenette Title: Regulatory Manager	