

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

**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 36 **
- ☐ 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.: E-31903 **E-31.093**
- Entire Project: ☒ Yes ☐ No
- Number of Injection Wells 4 **

Effective Date of Transfer: 9-18-2014

KS Dept of Revenue Lease No.: 141881

Lease Name: Shepard

_____ Sec. 2 17 Twp. 24 R. 16 ☒ E ☐ W

Legal Description of Lease: S2 lying east of railway

County: Woodson

Production Zone(s): Squirrel

Injection Zone(s): Squirrel

Field 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 Section

Type of Pit: ☐ Emergency ☐ Burn ☐ Settling ☐ Haul-Off ☐ Workover ☐ Drilling

Past Operator's License No. 32710

Past Operator's Name & Address: Laymon Oil II, LLC
1998 Squirrel Road, Neosho Falls, KS 66758

Title: Member

Contact Person: Kenneth Laymon

Phone: 620-963-2495

Date: 9-18-2014

Signature: Kenneth Laymon

New Operator's License No. 35122

New Operator's Name & Address: Lakeshore Operating, LLC
13505 S. Mur-Len Road Ste. 105 - 182
Olathe, KS 66062

Title: President

Received
KANSAS CORPORATION COMMISSION
SEP 18 2014
CONSERVATION DIVISION
WICHITA, KS

Contact Person: Wesley Ketcham

Phone: 773-754-6242

Oil / Gas Purchaser: Coffeyville Resources

Date: 9-18-2014

Signature: Wesley Ketcham

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.

Lakeshore Operating LLC is acknowledged as
the new operator and may continue to inject fluids as authorized by
Permit No.: E-31.093 . Recommended action: None

Date: 9-26-14 Cheryl R. Boyer
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 9-24-14 PRODUCTION SEP 30 2014 UIC 9-26-14
Mail to: Past Operator 9-26-14 New Operator 9-26-14 District (3) 9-26-14

Must Be Filed For All WellsKDOR Lease No.: 141881 ✓* Lease Name: Shepard* Location: SE4 17/24/16

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)
1-11	15207278830000 ✓	2465 <i>Circle</i> FSL/FNL 165 <i>Circle</i> FEL/FWL	oil	pr
2-11	✓ 15207278840000 ✓	2135 FSL/FNL 165 FEL/FWL	oil	pr
3-11	✓ 15207278850000 ✓	1805 FSL/FNL 165 FEL/FWL	oil	pr
4-11	✓ 15207278870000 ✓	1475 FSL/FNL 165 FEL/FWL	oil	pr
5-11	✓ 15207278890000 ✓	1145 FSL/FNL 165 FEL/FWL	oil	pr
6-11	15207278880000 ✓	1155 FSL/FNL 825 FEL/FWL	eor	ai
7-11	✓ 15207278970000 ✓	485 FSL/FNL 165 FEL/FWL	oil	pr
8-11	✓ 15207278980000 ✓	165 FSL/FNL 165 FEL/FWL	oil	pr
9-11	✓ 15207278990000 ✓	165 FSL/FNL 495 FEL/FWL	oil	pr
10-11	✓ 15207279030000 ✓	165 FSL/FNL 825 FEL/FWL	oil	pr
11-11	✓ 15207279040000 ✓	165 FSL/FNL 1155 FEL/FWL	oil	pr
12-11	✓ 15207279070000 ✓	165 FSL/FNL 1485 FEL/FWL	oil	pr
14-11	✓ 15207279090000 ✓	165 FSL/FNL 2145 FEL/FWL	oil	pr
15-11	✓ 15207279120000 ✓	165 FSL/FNL 2475 FEL/FWL	oil	pr
16-11	✓ 15207279130000 ✓	165 FSL/FNL 2805 FEL/FWL	oil	pr
17-11	15207279920001 ✓	495 FSL/FNL 2805 FEL/FWL	eor	ai
18-11	✓ 15207279930000 ✓	495 FSL/FNL 2475 FEL/FWL	oil	pr
19-11	✓ 15207279940000 ✓	495 FSL/FNL 2145 FEL/FWL	oil	pr
20-11	✓ 15207279950000 ✓	495 FSL/FNL 1815 FEL/FWL	oil	pr
21-11	✓ 15207279960000 ✓	495 FSL/FNL 1485 FEL/FWL	oil	pr
22-12	✓ 15207280320000 ✓	495 FSL/FNL 1155 FEL/FWL	oil	pr
23-12	✓ 15207280330001 ✓	825 FSL/FNL 1485 FEL/FWL	eor	ai
24-12	✓ 15207280340000 ✓	825 FSL/FNL 1815 FEL/FWL	oil	pr
25-12	15207280350001 ✓	825 FSL/FNL 2145 FEL/FWL	eor	ai

Received
KANSAS CORPORATION COMMISSION

SEP 18 2014

CONSERVATION DIVISION
WICHITA, KS

A separate sheet may be attached if necessary

* 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.

* Location: SE4 17/24/16 page 2

* 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.

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

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

Form KSONA-1
July 2010
Form Must Be Typed
Form must be Signed
All blanks must be Filled

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:
____ - ____ - S2 Sec. 17 Twp. 24 S. R. 16 ☒ East ☐ West
County: Woodson
Lease Name: Shepard Well #: all

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

S2 lying East Railway

Surface Owner Information:

Name: Calvin Shepard
Address 1: 1523 190th Road
Address 2: _____
City: Yates Center State: KS Zip: 66783 + _____

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 Received
KANSAS CORPORATION COMMISSION

SEP 18 2014

CONSERVATION DIVISION
WICHITA, KS