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: | nace was and form. |
|---|---|
| Oil Lease: No. of Oil Wells** | Effective Date of Transfer: May 1, 2014 |
| Gas Lease: No. of Gas Wells** | KS Dept of Revenue Lease No.: 40802 L 232459 |
| Gas Gathering System: | Lease Name: Wiggains 4-B12-35-36 |
| Saltwater Disposal Well- Permit No.: | |
| Spot Location:feet from N / S Linefeet from E / W Line | Legal Description of Lease: T35S R36W, Sec. 12, SE NE NW NE |
| Enhanced Recovery Project Permit No.: | RECEIVED |
| Entire Project: Yes No | KANSAS CORPORATION COMMISSION |
| Number of Injection Wells ** | County: Stevens MAY 1 6 2014 |
| | Production Zone(s): Mississippian CONSERVATION DIVISION |
| Field Name: Gooch | Injection Zone(s): WICHITA, KS |
| ** Side Two Must 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 | Delling And |
| Past Operator's License No. 5447 | Contact Person: Brent G. Sonnier Phone: 713.366.5654 |
| 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 Annus |
| New Operator's License No. 32446 New Operator's Name & Address: Merit Energy Company, LLC 13727 Noel Rd., Ste. 1200, Dallas, TX 75240 | Contact Person: Arlene Valliquette Phone: 972.628.1558 Oil/Gas Purchaser: Occidental Energy Marketing Inc |
| Title: Regulatory Manager | Date: April 15, 2014 Signature: Whene Valligentte |
| 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 | |
| Merit Energy Company, LLCis acknowledged as | Merit Energy Company, LLCis 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 action: | permitted by No.: |
| arlene Valligenette | Orlene Valligentte |
| Pate: April 15, 2014 | Date: April 15, 2014 |
| Authorized Signature | Authorized Signature |
| DISTRICTEPR | RODUCTIONUIC_NOV 1 4 2014 |
| Mail to: Past OperatorNew OperatorNew OperatorNew Operator | District |

Side Two

Must Be Filed For All Wells

KDOR Lease No.: 140802 & 232459

*Lease Name: Wiggains 4-B12-35-36

*Location: T35S R36W, Sec. 12, SE NE NW NE

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)

15-189-22697

FNL FEL 596 South, 1449 West, from NE corner

O&G

Producing

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MAY 1 6 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.

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: Stevens |
| Address 1:13727 Noel Rd., Ste. 1200 | Lease Name: Wiggains 4-B12-35-36 |
| 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: T35S R36W, Sec. 12, SE NE NW NE |
| Contact Person: Arlene Valliquette | |
| Phone: (972) 628-1558 Fax: (972) 628-1858 | |
| Email Address: Arlene Valliquette@meritenergy.com | |
| Surface Owner Information: | |
| FRENCH, EVA | 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. |
| 118 S CLAY AVE | |
| LIBERAL, KS 67901-3616 | |
| are preliminary non-binding estimates. The locations may be entered o Select one of the following: | n 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 | Act (House Bill 2032), I have provided the following to the surface 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 and email address. |
| KCC will be required to send this information to the surface of | acknowledge that, because I have not provided this information, the owner(s). To mitigate the additional cost of the KCC performing this as 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- | g fee with this form. If the fee is not received with this form, the KSONA-1 -1 will be returned. |
| I hereby certify that the statements made herein are true and correct to | o the best of my knowledge and belief. |
| Date: April 15, 2014 Signature of Operator or Agent: | Title: Regulatory Manager |

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

MAY 1 6 2014