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. | | | | |
|----------------------------------|--|---|--------------------------------------|--|
| Oil Lease: No. of Oil We | | Effective Date of Transfer: May 1, 2014 | | |
| Gas Lease: No. of Gas | | KS Dept of Revenue Lease No.: 222261 | | |
| _ | A CONTRACTOR OF THE CONTRACTOR | Lease Name: WONDER 'A' 3 | | |
| Saltwater Disposal Well | - Permit No.: | - | | |
| Spot Location: | feet from N / S Line | | | |
| | feet from E / W Line | Legal Description of Lease: T34S R35 | RECEIVEL | |
| Enhanced Recovery Pro | oject Permit No.: | К | ANSAS CORPORATION COMMISSION | |
| Entire Project: Yes | No | County: Stevens | MAY 1 6 2014 | |
| Number of Injection Wel | lls** | Production Zone(s): Chase Group | CONSERVATION DIVISION | |
| Field Name: HUGOTON GA | SAREA | - Injection Zone(s): | WICHITA, KS | |
| ** Side T | wo Must Be Completed. | | | |
| Surface Pit Permit No | | feet from N | | |
| Odridoc i it i cimit ito | (API No. if Drill Pit, WO or Haul) | feet fromE | W Line of Section | |
| Type of Pit: Emerger | | Haul-Off Workover | Drilling KA | |
| Past Operator's License No. | 5447 × | Contact Person: Brent G. Sonnier | | |
| | | | | |
| Past Operator's Name & Add | ress: OXY USA Inc | Phone: 713.366.5654 | | |
| 5 Greenway Plaza, Suite 11 | 0, Houston, TX 77046 | Date: April 15, 2014 | | |
| Title: Regulatory Manager | HARRING AND | Signature: Brunt Abanin | | |
| New Operator's License No. | 32446 | | | |
| · | | Contact Person: <u>Arlene Valliquette</u> | | |
| New Operator's Name & A | Address: Merit Energy Company, LLC | - Phone: 972.628.1558 | | |
| 13727 Noel Rd., Ste. 1200, Dalla | as, TX 75240 | | A.Pdo-Kin- In- | |
| | | Oil/Gas Purchaser: Occidental Energy | Marketing Inc | |
| Title: Regulatory Manager | | Date: April 15, 2014 | 44- | |
| | | Signature: Wallingthe | | |
| | | | | |
| Acknowledgment of Transf | er: The above request for transfer of injection | authorization, surface pit permit # | has been | |
| noted, approved and duly red | corded in the records of the Kansas Corporation | on Commission. This acknowledgment of tra | nsfer pertains to Kansas Corporation | |
| Commission records only and | d does not convey any ownership interest in the | e above injection well(s) or pit permit. | | |
| | | 7 | | |
| Merit Energy Company, LLC | is acknowledged as | Merit Energy Company, LLC | is acknowledged as | |
| he 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.: | | |
| | Whene Vallimette | alle | a Vellimette | |
| Date: April 15, 2014 | - Carrier Sauran | Date: April 15, 2014 | | |
| | Authorized Signature | | Authorized Signature | |
| DISTRICT | EPR //-/4/4 P | RODUCTION NOV 1 7 2014 | uid NOV 17 2014 | |
| Mail to: Past Operator | New Operator | | istrict | |

Side Two

Must Be Filed For All Wells

| KDOR L | ease No.: | 222261 | | |
|------------|------------------------------|--|-----------------------------------|--------------------------------------|
| *Lease N | ame: <u>WONDER 'A' 3</u> | *Location:_T34S F | R35W, Sec. 29, SW SW | <u>SW</u> |
| 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) |
| <i>x</i> 3 | 15-189-22276 / | FSL FE C 330 North, 4950 West, from SE corner | GAS | Spudded PR |

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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: WONDER 'A' 3 | | |
| 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 R35W, Sec. 29, SW SW SW | | |
| Contact Person: Arlene Valliquette | | | |
| Phone: (972) 628-1558 Fax: (972) 628-1858 | | | |
| Email Address: Arlene Valliquette@meritenergy.com | | | |
| Surface Ourse Information | | | |
| Surface Owner Information: | When filing a Form T-1 involving multiple surface owners, attach an additional | | |
| SKINNER FAMILY FARMS LLC | 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 | | |
| 115 N MAIN HUGOTON, KS 67951-2005 | county, and in the real estate property tax records of the county treasurer. | | |
| Select one of the following: | 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 e 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 owner(s). To mitigate the additional cost of the KCC performing this less 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 handlir form and the associated Form C-1, Form CB-1, Form T-1, or Form CI | ng fee with this form. If the fee is not received with this form, the KSONA-1 P-1 will be returned. | | |
| 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: | Vallignatti Title: Regulatory Manager | | |

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

MAY 1 6 2014