

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

Form T-1
July 2014

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 Wells 2 oil **
- ☐ 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.: E26229.1
- Entire Project: ☐ Yes ☐ No
- Number of Injection Wells 1 **

Field Name: PALMER

**** Side Two Must Be Completed.**

Effective Date of Transfer: February 1, 2015

KS Dept of Revenue Lease No.: 105992

Lease Name: ELSEA

_____ - SW - NW - NE Sec. 25 Twp. 32 R. 14 ☐ E ☒ W

Legal Description of Lease: W/2 N/E4 and NE/4 NE/4 of 25-32S-14W

County: Barber

Production Zone(s): MISS

Injection Zone(s): KC, Massey

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 OK ☐ Drilling

Past Operator's License No. 30481

Past Operator's Name & Address: Apollo Energies, Inc.

10378 N US HWY 281, Pratt, KS 67124

Title: President

Contact Person: Jim Byers

Phone: (620) 672-9001

Date: February 18, 2015

Signature: [Signature]

New Operator's License No. 33186

New Operator's Name & Address: LB Exploration, Inc.

2135 2nd RD

Holyrood KS, 67450

Title: President

Contact Person: Michael Petermann

Phone: (785) 252-8034

Oil / Gas Purchaser: NCRA/ONE OK

Date: February 13, 2015

Signature: [Signature]

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FEB 13 2015

CONSERVATION DIVISION
WICHITA, KS

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.

LB Exploration Inc is acknowledged as
the new operator and may continue to inject fluids as authorized by
Permit No.: E-26.229 . Recommended action: None

Date: 2-16-15 Charles L. Byers
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 2-13-15 PRODUCTION 2-16-15 UIC 2-16-15
Mail to: Past Operator 2-16-15 New Operator 2-16-15 District 1 2-16-15

* Location: S25-T32-R14W

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FEB 13 2015
CONSERVATION DIVISION
WICHITA, KS

* 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 2014

**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 # 30481
Name: APOLLO ENERGIES, INC.
Address 1: 10378 N US HWY 281
Address 2: _____
City: PRATT State: KS Zip: 67124 + _____
Contact Person: JIM BYERS
Phone: (620) 672-9001 Fax: (_____) _____
Email Address: _____

Well Location: _____
NE Sec. 25 Twp. 32 S. R. 14 ☐ East ☒ West
County: BARBER
Lease Name: ELSEA Well #: _____

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

W/2 N/E4 and NE/4 NE/4 of 25-32S-14W

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Surface Owner Information:

Name: Mary Lou Hinz Life Estate
Address 1: 102 West Central
Address 2: _____
City: Medicine Lodge State: KS Zip: 67104 + _____

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 must provide the name and address of the surface owner by filling out the top section of this form and 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: 02/13/2015 Signature of Operator or Agent: Jim Byers Title: Pres.