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 | lls** | Effective Date of Transfer: May 1, 2014 | | |
| Gas Lease: No. of Gas | Wells** | KS Dept of Revenue Lease No.: | 207895 | |
| Gas Gathering System: | | Lease Name: LAKIN 'A' 2 | | |
| Saltwater Disposal Well- | | _ | | |
| Spot Location: | feet from N / S Linefeet from E / W Line | Legal Description of Lease: T24S R36W, | Sec. 27, SW NW SE | |
| Enhanced Recovery Pro | ject Permit No.: | | RECEIVED | |
| Entire Project: Yes | No | County: Kearny | ANSAS CORPORATION COMMISSION | |
| Number of Injection Well | S** | Production Zone(s): Council Grove Grou | MAY 1 6 2014 | |
| Field Name: PANOMA GAS | AREA | - Injection Zone(s): | CONSERVATION DIVISION | |
| | vo Must Be Completed. | feet from N / | WICHITA, KS 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: Emergen | cy Burn Settling | Haul-Off Workover | Drilling KH | |
| Past Operator's License No. | 5447 | Contact Person: Brent G. Sonnier | | |
| Past Operator's Name & Addi | ress: OXY USA Inc | _ Phone: 713.366.5654 | | |
| 5 Greenway Plaza, Suite 110, Houston, TX 77046 | | Date: April 15, 2014 | | |
| Title: Regulatory Manager | | Signature: Brent & America | | |
| Title. Regulatory Manager | | _ · · · · · · · · · · · · · · · · · · · | A | |
| New Operator's License No. | 32446 | <u></u> | KCC WICHITA | |
| New Operator's Name & Address: Merit Energy Company, LLC | | Contact Person: Arlene Valliquette | FEB 23 2015 | |
| 13727 Noel Rd., Ste. 1200, Dalla | s. TX 75240 | Phone: 972.628.1558 | RECEIVED | |
| | | Oil/Gas Purchaser: Occidental Energy Ma | arketing Inc | |
| | | Date: April 15, 2014 | | |
| Title: Regulatory Manager | | Signature: | | |
| | The state of the s | ************************************** | in the second se | |
| Acknowledgment of Transfe | er: The above request for transfer of injection | n authorization, surface pit permit # | has been | |
| • | | on Commission. This acknowledgment of transf | | |
| | does not convey any ownership interest in th | - | or portanio to realization | |
| Commission tooords only und | account solves any consisting interest in a | a assis injection transfer or pic permit | | |
| lerit Energy Company, LLC | is acknowledged as | Merit Energy Company, LLC | is acknowledged as | |
| e new operator and may o | continue to inject fluids as authorized by | the new operator of the above named le | ease containing the surface pit | |
| ermit No.: | . Recommended action: | permitted by No.: | | |
| | | | | |
| | alene Valliguette | allene | Valliquette | |
| ate: <u>April 15, 2014</u> | Orlene Valljutte | Date: April 15, 2014 | | |
| ate: <u>April 15, 2014</u> | Single Si | Date: April 15, 2014 | Valliguetti uthorized Signature | |
| ate: April 15, 2014 DISTRICT Mail to: Past Operator | Authorized Signature | Date: April 15, 2014 PRODUCTION 2-25-/5 | uthorized Signature | |

Side Two

Must Be Filed For All Wells

| KDOR L | ease No.: | 07895 | | |
|----------|------------------------------|---|-----------------------------------|--------------------------------------|
| Lease N | ame: <u>LAKIN 'A' 2</u> | *Location: T24S F | R36W, Sec. 27, SW NW | <u>SE</u> |
| Vell 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) |
| 12 | 15-093-20564 | FSL FEL 1386 N ort h, 2450 West, from SE corner | GAS | Inactive |

FEB 2 3 2015 RECEIVED

RECEIVED KANSAS CORPORATION COMMISSION

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: Kearny | |
| Address 1:13727 Noel Rd., Ste. 1200 | Lease Name: LAKIN 'A' 2 | |
| 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: T24S R36W, Sec. 27, SW NW SE | |
| Contact Person: Arlene Valliquette | | |
| Phone: (972) 628-1558 Fax: (972) 628-1858 | · · · · · · · · · · · · · · · · · · · | |
| Email Address: Arlene.Valliquette@meritenergy.com KCC V | NICHITA 23 2015 | |
| Surface Owner Information: SMITH, DOYNE HTRUST P.O. BOX 326 LAKIN, KS 67860 | 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. | |
| the KCC with a plat showing the predicted locations of lease road | (Cathodic Protection Borehole Intent), you must supply the surface owners and ds, tank batteries, pipelines, and electrical lines. The locations shown on the platered on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted. | |
| I certify that, pursuant to the Kansas Surface Owner Nowner(s) of the land upon which the subject well is or w | otice Act (House Bill 2032), I have provided the following to the surface rill be 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 fax, and email address. | |
| KCC will be required to send this information to the sur | r(s). I acknowledge that, because I have not provided this information, the face owner(s). To mitigate the additional cost of the KCC performing this address of the surface owner by filling out the top section of this form and to the KCC, which is enclosed with this form. | |
| If choosing the second option, submit payment of the \$30.00 had form and the associated Form C-1, Form CB-1, Form T-1, or Form | ndling fee with this form. If the fee is not received with this form, the KSONA-1 m CP-1 will be returned. | |
| I hereby certify that the statements made herein are true and cor | rrect to the best of my knowledge and belief. | |
| Date: April 15, 2014 Signature of Operator or Agent: | Title: Regulatory Manager | |