

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

070115_Schlichting_INJ.pdf

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 _____ **
☐ Gas Lease: No. of Gas Wells _____ **
☐ Gas Gathering System: _____
☒ Saltwater Disposal Well - Permit No.: D31056.0
Spot Location: 2505 feet from ☒ N / ☐ S Line
135 feet from ☒ E / ☐ W Line
☐ Enhanced Recovery Project Permit No.: _____
Entire Project: ☐ Yes ☐ No
Number of Injection Wells _____ **
Field Name: Rusk ☒

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

Effective Date of Transfer: July 1, 2015

KS Dept of Revenue Lease No.: NA

Lease Name: Schlichting ☒

SE SE SE NE Sec. 8 Twp. 32S R. 1 ☒ E ☐ W

Legal Description of Lease: NE/4 Sec. 8-32S-1E ☒

County: Sumner ☒

Production Zone(s): _____

Injection Zone(s): Arbuckle ☒

Surface Pit Permit No.: 15-191-22601-00-00
(API No. if Drill Pit, WO or Haul)

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

2505 feet from ☒ N / ☐ S Line of Section

135 feet from ☒ E / ☐ W Line of Section

Past Operator's License No. 34633 ☒

Past Operator's Name & Address: Source Energy MidCon LLC
1805 Shea Center Drive, Suite 100, Highlands Ranch, CO 80129

Title: VP Engineering

Contact Person: Bill Kent

Phone: 720-763-3670

Date: October 20, 2015

Signature: Bill Kent Received
KANSAS CORPORATION COMMISSION

OCT 22 2015

New Operator's License No. 35032 ☒

New Operator's Name & Address: K3 Oil LLC
211 Highland Cross, Suite 250, Houston, TX 77073

Title: CEO

Contact Person: Alex T. Warmath

Phone: 832-234-0810

Oil / Gas Purchaser: _____

Date: October 20, 2015

Signature: Alex T. Warmath

CONSERVATION DIVISION
WICHITA, KS

Acknowledgment of Transfer: The above request for transfer of injection authorization, surface pit permit # 15-191-22601-00-00 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.

K3 Oil + Gas Operating Company is acknowledged as
the new operator and may continue to inject fluids as authorized by
Permit No.: D31056 Recommended action: NONE

Date: 11-5-15 Cheryl Beyer
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 11-4-15 PRODUCTION 11-6-13 UIC 11-5-15
Mail to: Past Operator 11-5-15 New Operator 11-5-15 District 2 11-5-15

* Lease Name: Schlichting * Location: Sumner County, KS

* Location: Sumner County, KS

[illegible]

* 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 # 34633
Name: Source Energy MidCon LLC
Address 1: 1805 Shea Center Dr. STE 100
Address 2: _____
City: Highlands Ranch State: CO Zip: 80129 + _____
Contact Person: Bill Kent
Phone: (720) 763-3670 Fax: (720) 387-8621
Email Address: bkent@sourceep.com

Well Location:
SE SE SE NE Sec. 8 Twp. 32 S. R. 1 ☒ East ☐ West
County: Sumner
Lease Name: Schlichting Well #: 8-8-4
If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:

Surface Owner Information:

Name: Schlichting Exempt Trust
Address 1: c/o Stewart Management Company
Address 2: P. O. Box 2
City: Wellington State: KS Zip: 67152 + _____

Received
KANSAS CORPORATION COMMISSION
OCT 22 2015
CONSERVATION DIVISION
WICHITA, KS

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: October 20, 2015 Signature of Operator or Agent: Walter J. Kent Title: VP Engineering