

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 \_\_\_\_\_ \*\*  
☐ Gas Lease: No. of Gas Wells \_\_\_\_\_ \*\*  
☐ Gas Gathering System: \_\_\_\_\_  
☒ Saltwater Disposal Well - Permit No.: D-30579 D-31.324  
Spot Location: 1980 feet from ☐ N / ☒ S Line  
3300 feet from ☒ E / ☐ W Line  
☐ Enhanced Recovery Project Permit No.: \_\_\_\_\_  
Entire Project: ☐ Yes ☐ No  
Number of Injection Wells \_\_\_\_\_ \*\*  
Field Name: Perth ✓

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

Effective Date of Transfer: 07/01/16

KS Dept of Revenue Lease No.: \_\_\_\_\_

Lease Name: A. J. Dowis ✓

\_\_\_\_\_ - C - NE - SW Sec. 12 Twp. 33 R. 2 ☐ E ☒ W

Legal Description of Lease: NE SW ✓

County: Sumner ✓

Production Zone(s): \_\_\_\_\_

Injection Zone(s): Arbuckle ✓

Surface Pit Permit No.: \_\_\_\_\_  
(API No. if Drill Pit, WO or Haul)

Type of Pit: ☐ Emergency ☐ Burn ☐ Settling

☐ Haul-Off ☐ Workover OR ☒ Drilling

Past Operator's License No. Landowner ✓

Past Operator's Name & Address: William & Jaqueline Moon  
256 W. 70th St. S., Wellington, KS 67152

Title: Landowner

Contact Person: Jaqueline Moon

Phone: 1-620-863-2285

Date: 9 July 2016

Signature: Jaqueline Moon

Doc. Attached (Legal Approved)

New Operator's License No. 4419 ✓

New Operator's Name & Address: Bear Petroleum LLC

P.O. Box 438

Haysville, KS 67060

Title: President

Contact Person: R. A. (Dick) Schremmer  
KANSAS CORPORATION COMMISSION

Phone: 316-524-1225

Oil / Gas Purchaser: NA

Date: 7-9-16

Signature: [Signature]

**JUL 15 2016**

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.

Bear Petroleum LLC is acknowledged as  
the new operator and may continue to inject fluids as authorized by  
Permit No.: D-31.324 Recommended action: Need  
USC's for 2015  
Date: 7-20-16 Cheryl B. 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 7-19-16 PRODUCTION 7-27-16 UIC 7-20-16  
Mail to: Past Operator 7-20-16 New Operator 7-20-16 District 2 7-20-16

\* Lease Name: A. J. Dowis \* Location: \_\_\_\_\_

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\* 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  
July 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) ☒ T-1 (Transfer) ☐ CP-1 (Plugging Application)

OPERATOR: License # 4419  
Name: Bear Petroleum LLC  
Address 1: P.O. Box 438  
Address 2: \_\_\_\_\_  
City: Haysville State: KS Zip: 67060 + \_\_\_\_\_  
Contact Person: R. A. (Dick) Schremmer  
Phone: ( 316 ) 524-1225 Fax: ( 316 ) 524-1027  
Email Address: showland@bearpetroleum.com

Well Location:  
C NE SW Sec. 12 Twp. 33 S. R. 2 ☐ East ☒ West  
County: Sumner  
Lease Name: A. J. Dowis Well #: 1

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

**Surface Owner Information:**

Name: William M. & Jaqueline Moon  
Address 1: 256 W. 70th St. S.  
Address 2: \_\_\_\_\_  
City: Wellington State: KS Zip: 67152 + \_\_\_\_\_

*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: 7-9-16 Signature of Operator or Agent: [Signature] Title: President Received \_\_\_\_\_  
KANSAS CORPORATION COMMISSION

**JUL 15 2016**

CONSERVATION DIVISION  
WICHITA, KS

INDEXED ☒  
 DIRECT ☒  
 INDIRECT ☒  
 PHOTO ☒  
 COMPARED WITH  
 COPY ☒

State of Kansas, Sumner County SS:  
 Filed for record on the 14<sup>th</sup> Day of  
 July 2016 A.D. at 3:00  
 o'clock P.M. and recorded in photo  
 Book 0981 at page 460  
 fees \$ 26.00

Jessica D. Anderson

## AFFIDAVIT OF EXPIRATION OF SALT WATER DISPOSAL WELL AGREEMENT AND EASEMENT

William M. Moon, being of lawful age and being first duly sworn under oath, states:

1. He is the owner of the following-described real estate, to-wit:

Northeast Quarter of the Southwest Quarter (NE/4 SW/4) of Section 12,  
 Township 33 South, Range 2 West of the Sixth P.M., Sumner County,  
 Kansas ("the property").

2. He and his wife, Jacqueline Moon, are Lessors under a certain Salt Water Disposal Well Agreement and Easement dated February 18, 2010, and duly recorded in Book 801 on Page 670 of the records in the office of the Register of Deeds of Sumner County, Kansas, providing for disposal of salt water and other refuse on the property produced from wells located on other lands ("the Disposal Agreement").
3. The Disposal Agreement for a term of one (1) year, ending on February 28, 2011, and continuing each succeeding year thereafter provided the Lessee pay Lessors One Thousand Dollars (\$1,000.00) per well on or before the first (1st) day of March.
4. Stratex Oil & Gas Holdings, Inc., with an address of 30 Echo Lake Road, Watertown, Connecticut 06795, acting as operator of certain lands located in Sumner County, Kansas, on behalf of Stratex Oil & Gas, Inc. and HOI Kansas Property Series, LLC - Perth Series, and its successors and assigns, may claim some right, title and interest as Lessee in and to the Disposal Agreement.
5. The Lessee of said Disposal Agreement has failed and neglected to pay the affiant, or his wife, the payment of One Thousand Dollars (\$1,000.00) on or before the first (1st) day of March for the years 2015 and 2016 according to the terms of the Disposal Agreement, resulting in the expiration of the Disposal Agreement. The Lessee of said Disposal Agreement has also failed to conduct any operations or utilize its rights under said Disposal Agreement in the years 2015 and 2016.
6. The Disposal Agreement has expired of its own terms, has not been extended, and is forfeited and void.

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 KANSAS CORPORATION COMMISSION

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 WICHITA, KS

FURTHER AFFIANT SAITH NAUGHT.

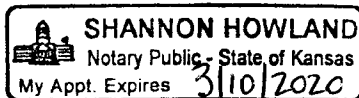
Executed this 7<sup>th</sup> day of July, 2016.

William M. Moon  
William M. Moon

Subscribed in my presence and sworn to before me this 7<sup>th</sup> day of July, 2016.

Shannon Howland  
Notary Public

My commission expires:



**ACKNOWLEDGMENT**

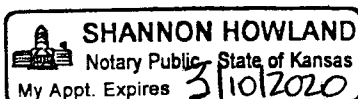
STATE OF Kansas )  
COUNTY OF Sumner ) ss.

7<sup>th</sup> Before me, the undersigned, a Notary Public within and for said County and State on this day of July, 2016, personally appeared William A. Moon, to me personally known to be the identical person who executed the within and foregoing instrument and acknowledged to me that he executed the same as his free and voluntary act and deed for the uses and purposes therein set forth.

In witness whereof, I have hereunto set my hand and official seal the day and year last above written.

Shannon Howland  
Notary Public  
Received  
KANSAS CORPORATION COMMISSION

My commission expires:



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CONSERVATION DIVISION  
WICHITA, KS

July 1, 2016

Stratex Oil & Gas Holdings, Inc.  
30 Echo Lake Road  
Watertown, CT 06795

Re: Salt Water Disposal Well Agreement and Easement dated February  
18, 2010, duly recorded in Book 801 on Page 670 of the records in  
the office of the Register of Deeds of Sumner County, Kansas

Dear Sir or Madam:

This will notify you that the above-described Salt Water Disposal Well Agreement and Easement has expired of its own terms because the Lessee has not tendered payment to extend the Agreement. We have not received payment since 2014.

We are causing to be recorded an Affidavit of Expiration of Salt Water Disposal Well Agreement and Easement to provide notice to third parties of the Agreement's expiration. Please find a copy of the Affidavit enclosed.

Very truly yours,

  
William M. Moon

/am

Enclosure

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**JUL 15 2016**

CONSERVATION DIVISION  
WICHITA, KS

INDEXED ✓  
DIRECT ✓  
INDIRECT ✓  
PHOTO ✓  
COMPARED WITH  
COPY ✓

BOOK 0981 PAGE 0462

SALT WATER DISPOSAL WELL  
AGREEMENT AND EASEMENT

State of Kansas, Sumner County SS:  
Filed for record on the 14 Day of  
July 20 16 A.D. at  
o'clock 11 M and recorded in photo  
Book 0981 at page 462  
fees \$ 10.00

Jessica D. Anderson

This Agreement is entered into the 14 day of July, 2016, by and between William M. Moon and Jaqueline Moon, husband and wife, hereafter referred to as "Lessors", and Bear Petroleum LLC, hereinafter referred to as "Lessee".

LESSEE, as Operator, of a well known as the A. J. Dowis #1 well at the following described location, to-wit:

C NE SW Section 12-33S-2W  
Sumner County, Kansas

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LESSOR, is the owner of all right, title and interest in and to the above described land;  
and

WHEREAS, it is Lessee's desire to use the A. J. Dowis #1 well as a Salt Water Disposal Well for the disposal of salt water and other refuse produced from other wells not located on lands owned by Lessors as covered by the presently existing Oil and Gas Lease covering the A. J. Dowis #1 well and other lands. It is acknowledged that under the terms and conditions of the presently existing Oil and Gas Lease covering the A. J. Dowis #1 well, and other lands, that Lessee has all of the rights granted hereunder as to salt water produced from wells on said lands without the necessity of this Agreement.

NOW THEREFORE, in consideration of the sum of One Thousand Dollars (\$1,000.00) cash in hand paid to Lessors, the receipt and sufficiency of which is hereby acknowledged, which said sum is paid to cover a period from August 1, 2016 to July 31, 2017, and for the further consideration of the payment of One Thousand Dollars (\$1,000.00) per well, paid to Lessors on or before the 1<sup>st</sup> day of August of each succeeding year thereafter, for each year for so long as such rights are so utilized for the term thereof, it is stipulated and agreed between the parties hereto as follows:

LESSORS hereby grant unto Lessee the right to use the previously described A. J. Dowis #1 as a Salt Water Disposal Well for the disposal of salt water or other refuse produced from any other well or wells in the general area, irrespective of the ownership thereof. Lessee is further granted the right and easement to lay any and all pipelines, power lines, and construct, maintain, replace, and remove any pipelines, structures, equipment and appurtenances and roads for ingress and egress, and do any and all things in, upon and under said premises owned by Lessors that Lessee may deem necessary or desirable in order to use said premises for the transport and disposal of salt water and its products as above set forth. Said easement pertains to the A. J. Dowis #1 well and to the other lands owned by Lessors as covered by the presently existing Oil and Gas Lease, being the Southwest Quarter (SW/4) Section 12-33S-2W, Sumner County, Kansas, containing 160 acres, more or less.

IT IS understood and agreed that Lessee agrees to bury any pipelines necessary in the operation of the disposal well below plow depth, and to not interfere with the surface of said land except as is necessary for the exercise of the rights and easement granted herein.

LESSEE agrees to keep said salt water disposal well in good working condition and to comply with all state and federal requirements regarding the operation of the disposal well including any reports, fees or applications which need to be furnished to any governmental authority having jurisdiction. Lessee will be solely responsible for any and all maintenance, labor or equipment costs incurred in order to keep the disposal well in good working condition.

LESSEE shall have the right, at any time at or before the termination of this Agreement, or at any time within three (3) months after termination of this Agreement, to remove from said well and from the premises any and all casing, pipes, materials, equipment and any other personal property placed thereon or therein by Lessee, and shall properly plug said well and restore the surface of the land to its original contour insofar as practicable.

BOOK 0981 PAGE 0462

RETURN TO: BEAR PETROLEUM, PO BOX 438, HAYSVILLE, KS 67060

Salt Water Disposal Well Agreement and Easement  
Dated July 1, 2016  
A. J. Dowis #1 - C NE SW Section 12-33S-2W  
Sumner County, Kansas  
Page Two

BOOK 0981 PAGE 0463

THE term of this Agreement and Easement shall be for One (1) year from the date hereof, with the right and privilege granted hereby to the Lessee to continue this Agreement and Easement from year to year thereafter by the payment of the rental as previously set out, for a term of ten (10) years ending July 31, 2026.

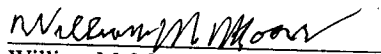
IT IS further understood and agreed that Lessee shall have the right to terminate this Agreement at any time during the term hereof.

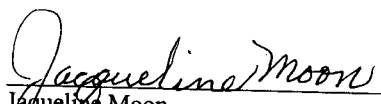
LESSEE shall promptly pay Lessors for any and all damages and injury to growing crops or said land caused by the operation of said Salt Water Disposal Well.

THE terms, conditions, covenants and provisions hereof shall extend to and be binding upon the parties hereto, their heirs, executors, assigns and successors in interest.

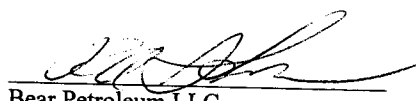
IN WITNESS whereof, the parties hereto have entered in to this Agreement on the day and year first above written.

LESSORS:

  
William M. Moon

  
Jacqueline Moon

LESSEE:

  
Bear Petroleum LLC  
R. A. Schremmer  
President

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KANSAS CORPORATION COMMISSION

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CONSERVATION DIVISION  
WICHITA, KS

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Salt Water Disposal Well Agreement and Easement  
Dated July 1, 2016  
A. J. Dowis #1 - C NE SW Section 12-33S-2W  
Sumner County, Kansas  
Page Three

BOOK 0981 PAGE 0464

State of Kansas )  
 ) ss.  
County of Sedgwick )

7th Before me, the undersigned, a Notary Public within and for said County and State on this day of July, 2016, personally appeared R. A. SCHREMMER, President of Bear Petroleum LLC, to me personally known to be the identical person who executed the within and foregoing instrument and acknowledged to me that he executed the same as his free and voluntary act and deed for the uses and purposes therein set forth.

In witness whereof, I have hereunto set my hand and official seal the day and year last above written.

My commission expires: 3/10/2020

Shannon Howland  
Shannon Howland - Notary Public

State of Kansas )  
 ) ss.  
County of Sumner )

7th Before me, the undersigned, a Notary Public within and for said County and State on this day of July, 2016, personally appeared WILLIAM M. MOON, to me personally known to be the identical person who executed the within and foregoing instrument and acknowledged to me that he executed the same as his free and voluntary act and deed for the uses and purposes therein set forth.

In witness whereof, I have hereunto set my hand and official seal the day and year last above written.

My commission expires:



Shannon Howland  
Notary Public

Received  
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CONSERVATION DIVISION  
WICHITA, KS

State of Kansas )  
 ) ss.  
County of Sumner )

7th Before me, the undersigned, a Notary Public within and for said County and State on this day of July, 2005, personally appeared JAQUELINE MOON, to me personally known to be the identical person who executed the within and foregoing instrument and acknowledged to me that he executed the same as his free and voluntary act and deed for the uses and purposes therein set forth.

In witness whereof, I have hereunto set my hand and official seal the day and year last above written.

My commission expires:

Shannon Howland  
Notary Public



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