

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISIONForm 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 12 **
- ☐ 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.: N/A
- Entire Project: ☐ Yes ☐ No
- Number of Injection Wells 0 **

Field Name: Cherryvale-Coffeyville**** Side Two Must Be Completed.**Effective Date of Transfer: September 1, 2016KS Dept of Revenue Lease No.: N/ALease Name: City of Coffeyville_____ Sec. 8 Twp. 34 R. 17 ☒ E ☐ WLegal Description of Lease: The E/2 SW/4 NE/4; W/2 SE/4 NE/4 and the N/2 NW/4 SE/4Section 8, Township 34S, Range 17 East,County: MontgomeryProduction Zone(s): Red ForkInjection Zone(s): N/ASurface Pit Permit No.: N/A
(API No. if Drill Pit, WO or Haul)Type of Pit: ☐ Emergency ☐ Burn ☐ Settling ☐ Haul-Off ☐ Workover ☒ DrillingPast Operator's License No. UnknownPast Operator's Name & Address: N/aTitle: N/AContact Person: n/aPhone: n/a

Date: _____

Signature: O+G Lease AttachedNew Operator's License No. 35217New Operator's Name & Address: MB Holdings, LLC2951 CR 2000, Independence, KS 67301Title: ManagerContact Person: Bryan AllenPhone: 620-870-1660Oil / Gas Purchaser: Coffeyville ResourcesDate: 09-09-16Signature: Bryan AllenReceived
KANSAS CORPORATION COMMISSION

SEP 19 2016

CONSERVATION DIVISION
WICHITA, KS

Acknowledgment of Transfer: The above request for transfer of injection authorization, surface pit permit # N/A 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.

_____ is acknowledged as
the new operator and may continue to inject fluids as authorized by
Permit No.: _____ . Recommended action: _____

Date: _____

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 11/9/16 PRODUCTION 11-10-16 NOV 10 2016
Mail to: Past Operator _____ New Operator _____ District _____

* Lease Name: City of Coffeyville

* Location: The E/2 SW/4 NE/4, W/2 SE/4 NE/4 and the N/2 NW/4 SE/4 34S-17E-Sec8, Montgomery County, KS

Received
KANSAS CORPORATION COMMISSION
SEP 19 2016
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

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 # 35217
Name: MB Holdings, LLC
Address 1: 2951 CR 2000
Address 2: _____
City: Independence State: KS Zip: 67301 + _____
Contact Person: Bryan Allen
Phone: (620) 870-1660 Fax: (_____) _____
Email Address: _____

Well Location:
_____-_____-_____- Sec. _____ Twp. _____ S. R. _____ ☐ East ☐ West
County: Montgomery
Lease Name: City of Coffeyville Well #: _____

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

The E/2 SW/4 NE/4; W/2 SE/4 NE/4 and the N/2 NW/4 SE/4 Section 8, Township 34, Range 17 East, Airport Industrial Park City of Coffeyville, KS

Surface Owner Information:

Name: City of Coffeyville
Address 1: P.O. Box 1629
Address 2: _____
City: Coffeyville State: ks Zip: 67337 + _____

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.

KCC WICHITA

SEP 19 2016

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: 9-1-16 Signature of Operator or Agent: Bryan Allen Title: Manager

AMENDMENT TO OIL AND GAS LEASE
BY AND BETWEEN THE CITY OF COFFEYVILLE, LESSOR,
AND M.B. HOLDINGS, LLC, LESSEE.

This Amendment to Oil and Gas Lease dated September 8, 2015, and recorded in Book 642, Records, Pages 1345-1348, by and between The City of Coffeyville, a Municipal Corporation, Lessor, and M.B. Holdings, LLC, Lessee, modifies the legal description of the leasehold premises by elimination of certain acreage and addition of certain acreage, and supplements the terms and provisions of said Oil and Gas Lease with respect to the additional acreage added to the lease.

In consideration of the mutual covenants and agreements of the parties set forth in said Oil and Gas Lease, and other good and valuable consideration, it is further agreed by and between Lessor and Lessee as follows:

1. M.B. Holdings, LLC will release the W/2 NW/4 NE/4 from the current Oil and Gas Lease.

2. By this Amendment, the following lands are added to the leasehold premises:


The E/2 SW/4 NE/4; the W/2 SE/4 NE/4, and the N/2 NW/4 SE/4 of Section 8, Township 34 South, Range 17 East, Montgomery County, Kansas.

3. With respect to the lands added to the leasehold premises, Lessee, M.B. Holdings, LLC is permitted to re-enter, re-work and rehabilitate existing wells on the additional lands, but M.B. Holdings, LLC shall not drill any new wells on the additional lands without the prior written approval of the Lessor, the City of Coffeyville, Kansas.

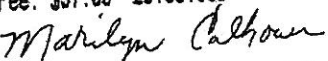
In witness whereof, the parties have executed this Amendment to Oil and Gas Lease this 10 day of May, 2016.

City of Coffeyville, Kansas


Craig C. Powell, Mayor, Lessor


State of Kansas, Montgomery County
This instrument was filed for
Record on May 16, 2016 01:19:00 PM
Recorded in Book 648 Page 1346-1348
Fee: \$37.00 201601669




Marilyn Calhoun, Register of Deeds

KCC WICHITA
JUN 17 2016
RECEIVED

Attest:

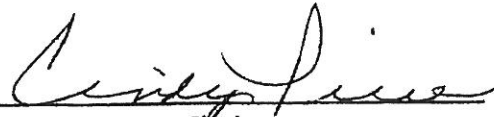
STATE OF KANSAS

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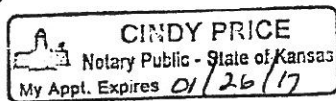
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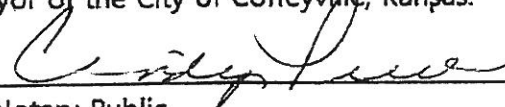
COUNTY OF MONTGOMERY

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Cindy Price, City Clerk

The foregoing instrument was acknowledged before me this 10 day of May, 2016 by Craig C. Powell, as Mayor of the City of Coffeyville, Kansas.




Notary Public

My Commission Expires: 01/26/17

M.B. Holdings, LLC


Bryan Allen, Managing Member, Lessee

STATE OF KANSAS

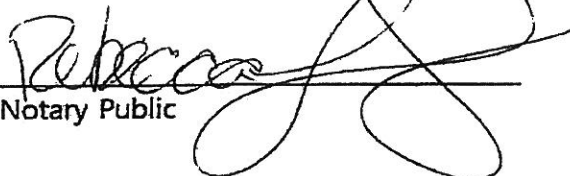
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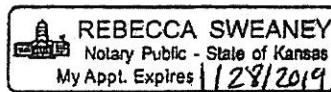
COUNTY OF MONTGOMERY

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The foregoing instrument was acknowledged before me this 10th day of May, 2016 by Bryan Allan, Managing Member of M.B. Holdings, LLC, a Kansas Limited Liability Company.


Notary Public

My Commission Expires: 1/28/2017



KCC WICHITA
JUN 17 2016
RECEIVED