

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISIONForm T-1
July 2014Form 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 13 11 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.: E27436 ✓
- Entire Project: ☒ Yes ☐ No
- Number of Injection Wells 1 **

Field Name: PAOLA-RANTOUL ✓

** Side Two Must Be Completed.

Effective Date of Transfer: 12/19/16KS Dept of Revenue Lease No.: 112585 ✓ 112585Lease Name: CAYLOR, RAYMOND ✓_____ SE Sec. 35 Twp. 17 R. 21 ☒ E ☐ WLegal Description of Lease: SE/4 35-17-21E ✓County: MIAMI ✓Production Zone(s): PERUInjection Zone(s): Squirrel + Peru SandsSurface Pit Permit No.: _____
(API No. if Drill Pit, WO or Haul)Type of Pit: ☐ Emergency ☐ Burn ☐ Settling ☐ Haul-Off ☐ Workover ☒ DrillingPast Operator's License No. 34372 Exp. 4/30/16Past Operator's Name & Address: FREEMAN JOCKISCH1576 BELLA CRUZ, LADY LAKE, FL 32159Title: OPERATORContact Person: FREEMAN OR DEBORAH JOCKISCH JAN 20 2017Phone: UNKNOWN RECEIVEDDate: EXHIBITS ATTACHED (5PGS)

Signature: _____

New Operator's License No. 35117 ✓New Operator's Name & Address: POVERTY KNOB PRODUCTION, LLC39395 W.51ST STREETOSAWATOMIE, KS 66064Title: OPERATOR/MANAGING PARTNERContact Person: RANDY OR MISTY KITCHENPhone: (913) 755-3763/(913) 731-8367Oil / Gas Purchaser: KELLY MACLASKEY OILFIELD SERVICES, INCDate: 01/17/17Signature: Misty M. Kitchen

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.

Poverty Knob Production LLC is acknowledged as
the new operator and may continue to inject fluids as authorized by

Permit No.: E-27436 . Recommended action: NeedU3C's for 2016 - MIT Past Due 3-12-16 *Date: 2-1-17 Cheryl F. 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 1/31/17 PRODUCTION 2/1/17 UIC 2-1-17
Mail to: Past Operator _____ New Operator 2-1-17 District 3 2-1-17

KCC - Conservation Division, 266 N Main St, Ste 220, Wichita, KS 67202-1513

* Please schedule w/ District ASAP

Must Be Filed For All Wells

KDOR Lease No.: 112585

* Lease Name: CAYLOR, RAYMOND

* Location: SE/4 35-17-21E

Well 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)
1	15-121-20654 ✓	2488 ^{Circle} FSL/FNL 821 ^{Circle} FEL/FWL	OIL	PROD
2	15-121-20655 ✓	2502 ^{Circle} FSL/FNL 1159 ^{Circle} FEL/FWL	OIL	PROD
3	15-121-01981 ✓	2504 ^{Circle} FSL/FNL 485 ^{Circle} FEL/FWL	OIL	PROD
4	15-121-20807 ✓	2498 ^{Circle} FSL/FNL 196 ^{Circle} FEL/FWL	OIL	PROD
5	15-121-20849-0001 ✓	2187 ^{Circle} FSL/FNL 472 ^{Circle} FEL/FWL	INJECTION	AI
6	15-121-20850 ✓	2160 ^{Circle} FSL/FNL 815 ^{Circle} FEL/FWL	OIL	PROD
7	15-121-20878 ✓	1871 ^{Circle} FSL/FNL 376 ^{Circle} FEL/FWL	OIL	PROD
8	15-121-20879 ✓	1874 ^{Circle} FSL/FNL 791 ^{Circle} FEL/FWL	OIL	PROD
9	15-121-20880 ✓	1877 ^{Circle} FSL/FNL 1053 ^{Circle} FEL/FWL	OIL	PROD
10	15-121-20881 ✓	2174 ^{Circle} FSL/FNL 153 ^{Circle} FEL/FWL	OIL	PROD
11	15-121-20882 ✓	1872 ^{Circle} FSL/FNL 152 ^{Circle} FEL/FWL	OIL	PROD
12	15-121-01979 ✓	1536 ^{Circle} FSL/FNL 162 ^{Circle} FEL/FWL	OIL	PROD
* 13 ²⁰	15-121-01980	700 ^{Circle} FSL/FNL 154 ^{Circle} FEL/FWL	OIL	PROD <i>Plugged INACTIVE 1/28/16 *</i>
		FSL/FNL FEL/FWL		KCC WICHITA
		FSL/FNL FEL/FWL		JAN 20 2017
		FSL/FNL FEL/FWL		RECEIVED
		FSL/FNL FEL/FWL		
		FSL/FNL FEL/FWL		
		FSL/FNL FEL/FWL		
		FSL/FNL FEL/FWL		
		FSL/FNL FEL/FWL		
		FSL/FNL FEL/FWL		
		FSL/FNL FEL/FWL		
		FSL/FNL FEL/FWL		

A separate sheet may be attached if necessary

* Plugged Well - Crossed Out - M. Kitchen 1/26/17.

* 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 # 35117
Name: POVERTY KNOB PRODUCTION, LLC
Address 1: 39395 W. 351ST STREET
Address 2: _____
City: OSAWATOMIE State: KS Zip: 66064 + 4214
Contact Person: RANDY OR MISTY KITCHEN
Phone: (913) 755-3763 Fax: (_____) _____
Email Address: pknobfarm@gmail.com

Well Location:
_____ - _____ - SE Sec. 35 Twp. 17 S. R. 21 ☒ East ☐ West
County: MIAMI
Lease Name: CAYLOR, RAYMOND Well #: _____

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

SE/4 35-17-21E

KCC WICHITA

JAN 20 2017

RECEIVED

Surface Owner Information:

Name: RANDY AND MISTY KITCHEN
Address 1: 39395 W. 351ST STREET
Address 2: _____
City: OSAWATOMIE State: KS Zip: 66064 + 4214

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.

01/17/17

Date: _____ Signature of Operator or Agent: Mary M. Kukher Title: MANAGING PARTNER

From: Misty Kitchen <pknobfarm@gmail.com>
Sent: Tuesday, January 24, 2017 2:50 PM
To:
Subject: Re: Caylor Transfer

I just spoke to Mr. McCannon and after discussion of our terms regarding the Caylor lease, he instructed me to send you the following email. Our Trusts hold ownership of the property as well as the minerals. Poverty Knob Production, LLC is the name we chose for our Operator's License and all business is done on a contract basis, therefore there is no actual lease in existence.

Thank you for your help,
Misty Kitchen



* 2 0 1 6 - 0 6 1 8 7 5 *

2016-06187

KATIE FORCK

MIAMI COUNTY REGISTER OF DEEDS

DATE RECORDED: 12/19/2016 08:46:00AM

TOTAL FEES: 59.00

MTG AMOUNT: 0.00

PAGES: 5 RECEIPT: 64809

Misty Kitchen ✓

AFFIDAVIT OF FORFEITURE OF OIL AND GAS LEASE

State of Kansas)
) ss:
County of Miami)

We, Randy R. Kitchen, Trustee of the Randy R. Kitchen Trust, dated march 27, 2012, and Misty M. Kitchen, Trustee of the Misty M. Kitchen Trust, dated March 27, 2012, of lawful age and being duly sworn, state and attest:

1. Affiants are the owners of record and personally familiar with the following described real property:

The Southeast Quarter (SE1/4) of Section 35, Township 17, Range 21, Miami County Kansas, except: Beginning at the Southwest corner of the Southeast Quarter (SE1/4) of Section 35, Township 17S, Range 21E, thence North 00°00'00" East (assumed bearing), 1350.00 feet along the West line of said Quarter Section; thence South 89°21'48" East, 645.67 feet parallel with the South line of said Quarter Section; thence South 00°00'00" West, 1350.00 feet parallel with the West line of said Quarter Section; thence North 89°21'48" West 645.67 feet to the point of beginning, except any part thereof in roads;

KCC WICHITA
JAN 20 2017
RECEIVED

Affiants are the owners of said property pursuant to a Statutory Warranty Deed from Sue Ellen Caylor, a single person ("Grantor"), recorded on June 30, 2015, in Book 2015 Page 02795 of the Miami County Register of Deeds' records.

2. An Oil and Gas Lease (the "Lease") on the above described property was conveyed to KEHM Corp. and Gerald Burris on April 25, 1978. The Lease was recorded in Book 270 Page 10 of the Miami County Register of Deeds' records.

3. The original Lessees' interest in the Lease was subsequently assigned several times, most recently being assigned to Freeman and Deborah Jockisch by an Assignment dated March 31, 2008, and recorded in Book 2008 Page 01868 of the Miami County Register of Deeds' records; an Assignment dated April 9, 2008, and recorded in Book 2008 Page 02041 of the Miami County Register of Deeds' records; and an Assignment dated April 9, 2008, and recorded in Book 2008 Page 02042 of the Miami County Register of Deeds' records.

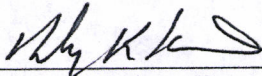
4. As evidenced by Kansas Geological Survey records and Miami County Appraiser's records, the Lease has failed to produce oil or gas in paying quantities. An Affidavit of Non-Production, attesting to such, was sworn to by the undersigned on March 4, 2016, and recorded in Book 2016 Page 00983 of the Miami County Register of Deeds' records.

5. In addition to the Affiants' personal knowledge of the Lease, in a Plugging Order dated December 22, 2015, the State Corporation Commission of the State of Kansas (the "KCC"), in KCC Docket No. 16-CONS-639-CMSC, found that the Caylor K20 well, located on the Lease, appeared abandoned. The KCC found that the Operator – Freeman E. Jockisch – had violated Kansas statutes and regulations and ordered that Mr. Jockisch plug the Caylor K20 well. Said well ~~has~~ *has not* been plugged.

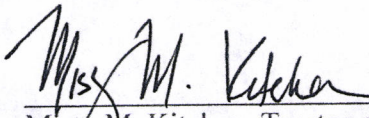
6. According to its terms, the Lease has been forfeited due to non-production and is therefore forfeited and void.

7. On October 20th, 2016, we notified Freeman and Deborah Jockisch, pursuant to K.S.A. 55-201, that we were declaring the Lease forfeited and void by serving notice by registered letter. A copy of the notice served on the Jockischs and the return receipt are attached as Exhibit A.

8. We declare that the Lease on the above described property forfeited and void.



Randy R. Kitchen, Trustee of the
Randy R. Kitchen Trust, dated March
27, 2012



Misty M. Kitchen, Trustee of the Misty M.
Kitchen Trust, dated March 27, 2012

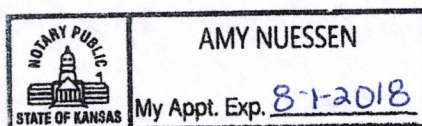
KCC WICHITA

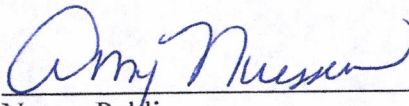
JAN 20 2017

RECEIVED

State of Kansas)
) ss:
County of Miami)

The foregoing instrument was acknowledged before me this 20th day of October, 2016, by Randy R. Kitchen and Misty M. Kitchen, and at the same time the Affiants subscribed and Swore to the foregoing affidavit before me.





Notary Public

My Appointment Expires:

Kitchen Farms
Randy & Misty Kitchen
39395 W. 351st Street
Osawatomie, KS 66064

October 20th, 2016

Freeman E. and Deborah Jockisch
3881 Bebee Point Drive
Theodore, Alabama 36582

Re: Demand to surrender Oil & Gas Lease pursuant to K.S.A. 55-201

To Freeman E. and Deborah Jockisch:

We, the undersigned, owners of the following described land situated in Miami County, Kansas, to wit:

The Southeast Quarter (SE1/4) of Section 35, Township 17, Range 21, Miami County Kansas, except: Beginning at the Southwest corner of the Southeast Quarter (SE1/4) of Section 35, Township 17S, Range 21E, thence North 00°00'00" East (assumed bearing), 1350.00 feet along the West line of said Quarter Section; thence South 89°21'48" East, 645.67 feet parallel with the South line of said Quarter Section; thence South 00°00'00" West, 1350.00 feet parallel with the West line of said Quarter Section; thence North 89°21'48" West 645.67 feet to the point of beginning, except any part thereof in roads;

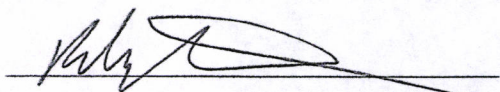
KCC WICHITA

JAN 20 2017

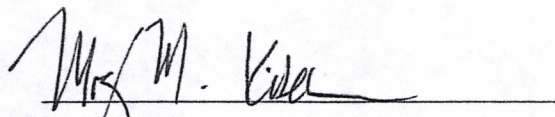
RECEIVED

upon which a lease, dated the 25th day of April, 1978, was given to KEHM Corp. and Gerald Burris and was, in 2008, assigned to Freeman and Deborah Jockisch, do hereby notify you that the terms of said lease have been broken by the owner thereof, that we hereby elect to declare and do declare the said lease forfeited and void, and that, unless you do, within twenty (20) days from this date, notify the register of deeds of Miami County, Kansas, as provided by law that said lease has not been forfeited. I will file with said register of deeds affidavit of forfeiture as provided by law; and I hereby demand that you execute or have executed a proper surrender of said lease and that you put the same of record in the office of the register of deeds of Miami County, Kansas, within twenty (20) days from this date.

Dated this 20th day of October, 2016.



Randy R. Kitchen, as Trustee of the Randy R. Kitchen Trust, dated March 27, 2012



Misty M. Kitchen, as Trustee of the Misty M. Kitchen Trust, dated March 27, 2012