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: NOVEMBER 1, 2016 Effective Date of Transfer: Oil Lease: No. of Oil Wells KS Dept of Revenue Lease No.: 203605 V Gas Lease: No. of Gas Wells Gas Gathering System: Lease Name: SMALLEY D Saltwater Disposal Well - Permit No.: __ <u>SW - SW - NE Sec. 31 Twp. 24S R. 38</u> □ E ✓ W feet from N / Legal Description of Lease: 2540 FNL & 2540 FEL feet from | E / | W Line Enhanced Recovery Project Permit No.: _ County: KEARNY Entire Project: Yes No Number of Injection Wells Production Zone(s): CHASE Field Name: HUGOTON Injection Zone(s): ** Side Two Must Be Completed. S Line of Section feet from Surface Pit Permit No.: (API No. if Drill Pit, WO or Haul) W Line of Section Haul-Off Drilling KH Received Workover Settling Burn Type of Pit: Emergency Nancy FitzSimon 5249 Past Operator's License No. Contact Person: Phone: (210) 826-0700 OSBORN HEIRS COMPANY, LTD Past Operator's Name & Address: **CONSERVATION DIVISION** October 31, 2016 WICHITA, KS P.O. Box 17968, San Antonio, Texas 78217 Title: Vice-President Contact Person: Kim Brand, Sr. Regulatory Specialist 34832 New Operator's License No. New Operator's Name & Address: Scout Energy Management LLC Phone: _(972) 865-7597 4901 LBJ Freeway, Ste. 300, Dallas, Texas 75244 Oil / Gas Purchaser: Date: OCTOBER 31 JON PIOT MANAGING DIRECTOR /SR. REGULATORY SPECIALIST Signature: Acknowledgment of Transfer: The above request for transfer of injection authorization, surface pit permit #_ 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 is acknowledged as the new operator of the above named lease containing the surface pit the new operator and may continue to inject fluids as authorized by

Mail to: Past Operator ______ New Operator _____

_____ . Recommended action:

Authorized Signature

Permit No.: _

DISTRICT -

Date:

permitted by No.: .

PRODUCTION

Authorized Signature

District

Side Two

Must Be Filed For All Wells

	No.: 203605 SMALLEY D	* Location: SEC. 31, T24S R38W					
Vell No.	API No. (YR DRLD/PRE '67)	Footage from S (i.e. FSL = Feet from	Section Line	Type of Well (Oil/Gas/INJ/WSW)	Well Status (PROD/TA'D/Abandoned)		
D	15-093-00381-00-00	2540 Circle	2540 FED FWL	GAS	PRODUCING		
		FSL/FNL	FEL/FWL				
		FSL/FNL	FEL/FWL				
			FEL/FWL				
		William Property					
		FSL/FNL	FEL/FWL				
		FSL/FNL	FEL/FWL				
		FSL/FNL	FEL/FWL				
		FSL/FNL	FEL/FWL				
		FSL/FNL	FEL/FWL				
		FSL/FNL	FEL/FWL		Received KANSAS CORPORATION COMMISSION		
		FSL/FNL	FEL/FWL		KANSAS CORPORTIN		
4 (6) 4 (5) 10 1 <u>40 4 (5) 1</u>		FSL/FNL	FEL/FWL		CONSERVATION DIVISION CONSERVATION DIVISION		
		FSL/FNL	FEL/FWL		CONSERVATION, KS		
		FSL/FNL	FEL/FWL		. 5 5		

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
July 2010
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.

ODEDATOR: License # 5249	Well Location:
OPERATOR: LICENSE #	SW_SW_NE_Sec. 31 Twp. 24 S. R. 38 East X West
P.O. ROX 17968	County: KEARNY
Address 1.	Lease Name: SMALLEY D Well #: 1
Address 2:	If filing a Form T-1 for multiple wells on a lease, enter the legal description of
Contact Ferson.	SMALLEY D 1B SW SW NE NE SEC. 31-24S-38W KEARNY SMALLEY D 1B SW SW NE NE SEC. 31-24S-38W KEARNY
Email Address:maric@osbornheirs.com	ed COMMISSION
Surface Owner Information: Name: RICHARD E. & BECKY J. GRUSING Address 1: P.O. BOX 6 Address 2: City: _KENDALL State: KS Zip: 67857 +	8 ION DIVISION GION DIVISION 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 roads, ta	hodic Protection Borehole Intent), you must supply the surface owners and ank batteries, pipelines, and electrical lines. The locations shown on the plat I on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted.
Select one of the following:	
owner(s) of the land upon which the subject well is or will be	e Act (House Bill 2032), I have provided the following to the surface e 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 , and email address.
KCC will be required to send this information to the surface	I acknowledge that, because I have not provided this information, the owner(s). To mitigate the additional cost of the KCC performing this ing fee, payable to the KCC, which is enclosed with this form.
KCC will be required to send this information to the surface task, I acknowledge that I am being charged a \$30.00 handli	owner(s). To mitigate the additional cost of the KCC performing this ing fee, payable to the KCC, which is enclosed with this form. If the fee is not received with this form, the KSONA-1
KCC will be required to send this information to the surface task, I acknowledge that I am being charged a \$30.00 handli If choosing the second option, submit payment of the \$30.00 handli	owner(s). To mitigate the additional cost of the KCC performing this ing fee, payable to the KCC, which is enclosed with this form. If the fee is not received with this form, the KSONA-1 will be returned.

ATTACHMENT I

Well: Smalley D 1

County: Kearny

API: 15-093-00381

Legal Description of Unit: all Sec 31-24S-38W

Oil/Gas Purchaser: Energy Transfer Partners, LP

Leases Included *:

LESSOR	LESSEE	LEASE DATE	EFFECT. DATE	VOL	PAGE	LEGAL DESCRIPTION
State Board of Administration	Koch, Fred C.	8/26/1944	8/26/1944	11	579	INSOFAR AS THE LEASE COVERS THE FOLLOWING DESCRIBED LANDS: THE BED OF THE ARKANSAS RIVER AND ISLANDS LOCATED THEREIN (EXCEPTING ANY ISLANDS ON WHICH PATENTS HAVE BEEN ISSUED) OWNED BY THE STATE OF KANSAS, SITUATED WITHIN THE MEANDER AND DEFINED LINES OF SAID RIVER (BEING ALL LANDS EXCEPT ACTUAL ACCRETIONS) THAT TRAVERSES SECTIONS 13, T-25-S, R-37-W, SECTIONS 1-4, T-25-S, R-38-W AND SECTIONS 31 & 33, T-24-S, R-38-W, MORE OR LESS IN KEARNY COUNTY, KANSAS, ACCORDING TO SURVEY MADE BY GUY HARSHA, KEARNY COUNTY ENGINEER, ON DECEMBER 1, 1937.
Smalley, H.A.	Torline, M. Eugene	4/2/1966	4/2/1966	38	397	T-24-S, R-38-W SECTION 31: NE/4; LOTS 1, 2, & 3 AND E/2 NW/4 EXCEPT THE WEST 80 ACRES THEREOF; LOTS 4 & 5 IN THE SE/4, TOGETHER WITH 39 ACRES OF ACCRETIONS KEARNY COUNTY, KANSAS
Beaty, R.T., Et Ux	Beymer, C. E.	8/16/1966	8/16/1966	38	473	T-24-S, R-38-W SECTION 31: LOTS 6, 7 & 8 AND ACCRETIONS THERETO KEARNY COUNTY, KANSAS
eisinger, Henry Et Ux	Edwin G. Bradley & Geo. R. Shaw	5/12/1966	5/12/1966	38	401	T-24-S, R-38-W SECTION 31: CONTAINING 40 ACRES MORE OR LESS, (SEE LEASE FOR METES & BOUNDS DESCR.) KEARNY COUNTY, KANSAS
						T.24.S R.38.W KANSAS CORPO
eneral American Life Ins. Co.	Searcy, Robt. H.	11/21/1945	11/21/194	5 13	207	SECTION 31: CONTAINING 40 ACRES MORE OR LESS (SEE LEASE FOR METES & BOUNDS DESCR.) KEARNY COUNTY, KANSAS
						CONSERV
leisinger, Henry Et Ux	Edwin G. Bradley & Geo. R. Shaw	5/12/1966	5/12/1966	38	405	T-24-S, R-38-W SECTION 31: EAST 40 ACRES OF LOTS 1 & 2 KEARNY COUNTY. KANSAS

^{*}Insofar as to rights conveyed from surface to 100 feet below the Council Grove.