

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 1 **
☐ 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.: _____
Entire Project: ☐ Yes ☐ No
Number of Injection Wells _____ **

Field Name: Wildcat

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

Effective Date of Transfer: December 1, 2016

KS Dept of Revenue Lease No.: 226247 + 137003 ✓ KR

Lease Name: Edward

_____ - _____ SW - SW Sec. 31 Twp. 32 R. 42 ☐ E ☒ W

Legal Description of Lease: Sec. 31-32S-42W

County: Morton

Production Zone(s): Morrow G

Injection Zone(s): _____

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

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

Past Operator's License No. 32638 ✓

Past Operator's Name & Address: Nadel and Gussman LLC
15 E. 5th St., Suite 3300, Tulsa, OK 74103

Title: Manager

Contact Person: James F. Adelson

Phone: 918-583-3333

Date: 11-30-16

Signature: [Signature]

New Operator's License No. 32446 ✓

New Operator's Name & Address: Merit Energy Company, LLC
13727 Noel Road, Suite 1200, Dallas, TX 75240

Title: North Division Regulatory Manager

Contact Person: Arlene Valliquette

Phone: 972-628-1558

Oil / Gas Purchaser: NCRA / Energy Transfer

Date: 12/01/16

Signature: [Signature]

Received
KANSAS CORPORATION COMMISSION

DEC 06 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.

_____ 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 2/22/17

PRODUCTION _____

Mail to: Past Operator _____

New Operator _____

District _____

Must Be Filed For All Wells

4 137 003

* Location: Sec.31-32S-42W

Well Status
(PROD/TA'D/Abandoned)

Prod

FEL/FWL

* 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 # 32638
Name: Nadel and Gussman LLC
Address 1: 15 E. 5th St., Suite 3300
Address 2: James Knipe
City: Tulsa State: OK Zip: 74103 +
Contact Person:
Phone: (918) 583-3333 Fax: (918) 583-0888
Email Address: Jknipe@naguss.com

Well Location:
- - - SW Sec. 31 Twp. 32 S. R. 42 ☐ East ☒ West
County: Morton
Lease Name: Edward Well #: 1-31

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

Surface Owner Information:

Name: see Attachment
Address 1:
Address 2:
City: State: Zip: +

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: 11-30-16 Signature of Operator or Agent:

Manager Title:

Received
KANSAS CORPORATION COMMISSION

DEC 06 2016
CONSERVATION DIVISION
WICHITA, KS

**Edward 1-31
Surface Owners
Section 5-35S-42W
Morton County, KS**

SW/4 SW/4:

Hanke Properties, LLC
37706 East Hudson Road
Oak Grove, MO 64075

Received
KANSAS CORPORATION COMMISSION
DEC 06 2016
CONSERVATION DIVISION
WICHITA, KS