

REQUEST FOR CHANGE OF OPERATOR
TRANSFER OF INJECTION AUTHORIZATION
OR TRANSFER OF SURFACE POND PERMIT

KANSAS CORPORATION COMMISSION
CONSERVATION DIVISION
130 S MARKET, ROOM 2078
WICHITA, KANSAS 67202

Check Applicable Boxes:

Effective Date of Transfer 8-1-97

[X] Oil Lease: No. of Wells 3 1997 SEP 28 12:11

Lease Name TILLEY

[] Gas Lease: No. of Wells _____ **

_____-_____-_____- Sec 8 T 17S R 24 W

** SIDE TWO MUST BE COMPLETED **

Legal Description of Lease: _____

[] Saltwater Disposal Well - Docket No. _____

Spot Location: _____ feet from N/S Line

_____ S/2

_____ feet from E/W Line

[] Enhanced Recovery Proj. Docket No _____

County Ness

Entire Project: Yes/No

Production Zone(s) Mississippian

Number of Injection Wells _____ **

Injection Zone(s) _____

Field Name Dickman

Surface Pond Permit # _____

_____ Feet from N/S Line of Section

(API No. If Drill Pit)

_____ Feet from E/W Line of Section

Identify: Emergency Pit _____ Burn Pit _____ Storage Pit _____ Drill Pit _____

✓ Past Operator's License No. 30742

Contact Person: Klee R. Watchous

Past Operator's name and address:

Phone: (316) 799-1000

Palomino Petroleum, Inc.

✓ Date: 8-7-97

4924 SE 84th Street

Newton, KS 67114-8827

Title _____

✓ Signature: Klee R. Watchous

New Operator's License No. KCC9855

Contact Person: Ronald N. Sinclair

New Operator's Name and Address:

Phone: (316) 265-3000

Grand Mesa Operating Company

Oil/Gas Purchaser NCRA

200 E. First St., Suite 307

Date: September 5, 1997

Wichita, KS 67202

Title President

Signature: [Signature]

ACKNOWLEDGMENT OF TRANSFER: The above request for transfer of injection authorization, surface pond permit # _____ has been noted, approved and duly recorded in the record of the Kansas Corporation Commission records only and does not convey any ownership interest in the above injection well(s) or pond permit.

_____ is acknowledged as the new operator
and may continue to inject fluids as authorized by Docket # _____

_____ is acknowledged as the new operator
of the above named lease containing the surface pond permitted
by # _____

Recommended action _____

Date _____

Date _____

Authorized Signature

Authorized Signature

MUST BE FILED FOR ALL WELLS

* LEASE NAME TILLEY

* LOCATION: S/2 8-17S-24W

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)
		Circle	Circle	
<u>1</u>	<u>1962</u>	<u>660</u> <u>FSL/FNL</u>	<u>1980</u> <u>FEL/FWL</u>	<u>Oil</u> <u>Prod.</u>
<u>2</u>	<u>1962</u>	<u>660</u> <u>FSL/FNL</u>	<u>1980</u> <u>FEL/FWL</u>	<u>Oil</u> <u>Prod.</u>
<u>5</u>	<u>15-135-23869</u>	<u>510</u> <u>FSL/FNL</u>	<u>660</u> <u>FEL/FWL</u>	<u>Oil</u> <u>Prod.</u>
<u> </u>	<u> </u>	<u> </u> <u>FSL/FNL</u>	<u> </u> <u>FEL/FWL</u>	<u> </u>
<u> </u>	<u> </u>	<u> </u> <u>FSL/FNL</u>	<u> </u> <u>FEL/FWL</u>	<u> </u>
<u> </u>	<u> </u>	<u> </u> <u>FSL/FNL</u>	<u> </u> <u>FEL/FWL</u>	<u> </u>
<u> </u>	<u> </u>	<u> </u> <u>FSL/FNL</u>	<u> </u> <u>FEL/FWL</u>	<u> </u>
<u> </u>	<u> </u>	<u> </u> <u>FSL/FNL</u>	<u> </u> <u>FEL/FWL</u>	<u> </u>
<u> </u>	<u> </u>	<u> </u> <u>FSL/FNL</u>	<u> </u> <u>FEL/FWL</u>	<u> </u>
<u> </u>	<u> </u>	<u> </u> <u>FSL/FNL</u>	<u> </u> <u>FEL/FWL</u>	<u> </u>
<u> </u>	<u> </u>	<u> </u> <u>FSL/FNL</u>	<u> </u> <u>FEL/FWL</u>	<u> </u>
<u> </u>	<u> </u>	<u> </u> <u>FSL/FNL</u>	<u> </u> <u>FEL/FWL</u>	<u> </u>
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<u> </u>	<u> </u>	<u> </u> <u>FSL/FNL</u>	<u> </u> <u>FEL/FWL</u>	<u> </u>
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<u> </u>	<u> </u>	<u> </u> <u>FSL/FNL</u>	<u> </u> <u>FEL/FWL</u>	<u> </u>

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.

**GRAND
MESA**

OPERATING COMPANY

(316) 265-3000
FAX: (316) 265-3455

307 FARMERS AND BANKERS BUILDING
200 EAST FIRST STREET
WICHITA, KANSAS 67202

RECEIVED
KANSAS CORP COMM

1997 SEP 8 PM 12:11

September 5, 1997

Kansas Corporation Commission
Conservation Division
130 S. Market, Room 2078
Wichita, KS 67202

Re: Tilley Lease - S/2 8-17S-24W, Ness County, Kansas

Gentlemen:

I am enclosing herewith a Request for Change of Operator for the above-captioned lease. Grand Mesa Operating Company purchased this lease from Palomino Petroleum, Inc., effective August 1, 1997. If you should have any questions, please feel free to contact our office.

Very truly yours,

GRAND MESA OPERATING COMPANY

Mary F. Combs

Mary F. Combs
Land Manager

Enclosure