KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form T-1 March 2010 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, Check Applicable Boxes: MUST be submitted with this form. Oil Lease: No. of Oil Wells _ Effective Date of Transfer: October 1, 2012 Gas Lease: No. of Gas Wells 1 KS Dept of Revenue Lease No.: 228089 Gas Gathering System:_ Saltwater Disposal Well - Permit No.: ___ Lease Name: BAILEY B&B feet from N/ S Line _- <u>NW SE</u> Sec. <u>19</u> Twp. <u>30</u> R. <u>16</u> 📝 E 🗍 W _____ feet from E / W Line Legal Description of Lease: T 30S, R 16E Sec 19: Lots 24 and 27. Enhanced Recovery Project Permit No.: __ less and except a metes/bounds tract located within lots 2. Entire Project: Yes No County: Wilson Number of Injection Wells __ Production Zone(s): MULTI-ZONE Field Name: _ Injection Zone(s):___ ** Side Two Must Be Completed. Surface Pit Permit No.: ___ (API No. if Drill Pit, WO or Haul) __ feet from ___ N / __ S Line of Section E / W Line of Section Type of Pit: Emergency Burn Settling Haul-Off Workover h ✓ ☐ Drilling Past Operator's License No. _ Contact Person: Victor H. Dyal Past Operator's Name & Address: Layne Energy Operating, LLC Phone: 913-362-0510 1900 Shawnee Mission Parkway, Mission Woods, KS 66205 Date: _December 1, 2012 Title: President Signature: New Operator's License No. 34779 Contact Person: _John G. Burke New Operator's Name & Address: LR Energy, Inc. Phone: 214-691-5800 8150 N. Central Expressway, Suite 1605 Oil / Gas Purchaser: Enserco Energy Dallas, TX 75206 Date: December 1, 2012 Title: Chief Operating Officer 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 and may continue to inject fluids as authorized by the new operator of the above named lease containing the surface pit . Recommended action: permitted by No.: ____ Date: Date: Authorized Signature Authorized Signature DISTRICT _ _ PRODUCTION ___ Mail to: Past Operator __ UIC New Operator. District

LUULLZ Balley BB 19. DI

Side Two

Must Be Filed For All Walls

* Lease Name:	BAILEY B&B			10 20 405	
Well No.	API No.			19-30-16E	
	(YR DRLD/PRE '67)	Footage from (i.e. FSL = Feet fr	Section Line om South Line)	Type of Well (Oil/Gas/INJ/WSW)	Well Status (PROD/TA'D/Abandoned
10-19	15-205-26261 /	2230 Gircle	2080 Circle	СМ	_ PROD
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL _	FEL/FWL		
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		FSL/FNL _	FEL/FWL _		
_		FSL/FNL _	FEL/FWL _		
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		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
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		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		RECEIVED
		FSL/FNL			DEC 2 8 2012

A separate sheet may be attached if necessary

_FSL/FNL _

___ FEL/FWL

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^{*} 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

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.

OPERATOR: License # 33365			
Name: Layne Energy Operating, LLC	Well Location: NW_SE_Sec. 19 Twp. 30 S. R. 16 ▼ East Wes		
Name: Layne Energy Operating, LLC Address 1: 1900 Shawnee Mission Parkway			
Address 2			
City: Mission Woods State: KS Zip: 66205	Lease Name: BAILEY B&B Well #: 10-19		
Contact Person: Victor H. Dyal	 If filing a Form T-1 for multiple wells on a lease, enter the legal description the lease below: 		
Contact Person: Victor H. Dyal Phone: (913) 362-0510 Fax: (913) 362-0133			
Email Address:			
urface Owner Information:			
lame: A W BAILEY JR	Mhar Cu		
ddress 2:	 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 recent of the surface. 		
ddress 2:	owner information can be found in the records of the register of deeds for the county, and in the real estate proportions.		
	county, and in the real estate property tax records of the county treasurer.		
this form is being submitted with a Form C-1 (Intent) or CB-1 (Cate	thodic Protection Borehole Intent), you must supply the source.		
Address 2: State: KS Zip: 66757 + State: KS Zip: 667	— properly lax records of the county treasurer.		
it this form is being submitted with a Form C-1 (Intent) or CB-1 (Cathe KCC with a plat showing the predicted locations of lease roads, the preliminary non-binding estimates. The locations may be entered elect one of the following: I certify that, pursuant to the Kansas Surface Owner Notice owner(s) of the land upon which the subject well is or will be CP-1 that I am filing in connection with this form; 2) if the form form; and 3) my operator name, address, phone number, fax,	thodic Protection Borehole Intent), you must supply the surface owners and ank batteries, pipelines, and electrical lines. The locations shown on the plat on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted. Act (House Bill 2032), I have provided the following to the surface plocated: 1) a copy of the Form C-1, Form CB-1. Form T-1, or Form to being filled is a Form C-1 or Form CB-1, the plat(s) required by this and email address.		
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Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202