

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 _____ **
- 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: _____

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

Effective Date of Transfer: _____

KS Dept of Revenue Lease No.: _____

Lease Name: _____

_____ Sec. _____ Twp. _____ R. E W

Legal Description of Lease: _____

County: _____

Production Zone(s): _____

Injection Zone(s): _____

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

_____ feet from N / S Line of Section

_____ feet from E / W Line of Section

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

Past Operator's License No. _____

Contact Person: _____

Past Operator's Name & Address: _____

Phone: _____

Title: _____

Signature: _____

New Operator's License No. _____

Contact Person: _____

New Operator's Name & Address: _____

Phone: _____

Oil / Gas Purchaser: _____

Date: _____

Title: _____

Signature: _____

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 _____ PRODUCTION _____ UIC _____

Side Two

Must Be Filed For All Wells

KDOR Lease No.: _____

* Lease Name: _____ * Location: _____

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 FSL/FNL	Circle 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	_____
_____	_____	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	_____
_____	_____	FSL/FNL	FEL/FWL	_____
_____	_____	FSL/FNL	FEL/FWL	_____
_____	_____	FSL/FNL	FEL/FWL	_____
_____	_____	FSL/FNL	FEL/FWL	_____

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.

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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.

Select the corresponding form being filed: C-1 (Intent) CB-1 (Cathodic Protection Borehole Intent) T-1 (Transfer) CP-1 (Plugging Application)

OPERATOR: License # _____

Name: _____

Address 1: _____

Address 2: _____

City: _____ State: _____ Zip: _____ + _____

Contact Person: _____

Phone: (_____) _____ Fax: (_____) _____

Email Address: _____

Well Location:

____ - ____ - ____ - ____ Sec. ____ Twp. ____ S. R. ____ East West

County: _____

Lease Name: _____ Well #: _____

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

Surface Owner Information:

Name: _____

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: _____ Signature of Operator or Agent: _____ Title: _____

MACK ENERGY CO.

1208 North 10th Street

P. O. Box 400

Duncan, Oklahoma 73534-0400

CONTRACT AND AGREEMENT FOR BILL OF SALE

This contract and Agreement made and entered into effective the 14th day of March, 2018, by and between Mack Energy Co., whose mailing address is P.O. Box 400, Duncan, Oklahoma 73534, hereinafter referred to as "Mack" and Castle Resources, Inc, whose mailing address is PO Box 583, Russell, Kansas 67665, hereinafter referred to as "Castle".

WITNESSETH:

WHEREAS, Mack desires to sell all working interests and associated leasehold thereto associated with the Lula and Horchem leases, more specifically defined as being located in W/2 of Section 31-17S-23W and NW/4 of Section 2-17S-24W, Ness County, KS; and

WHEREAS, Castle desires to acquire Mack's working interests, and associated leasehold;

NOW THEREFORE, in consideration of the mutual covenants and agreements hereinafter set forth the parties hereto agree as follows:

AGREEMENT

1. On or before March 14, 2018, Castle will submit \$25,000 to Mack;
2. On or before March 14, 2018, Mack will transfer Operations to Castle.
3. Castle will receive all income from these properties and be responsible for all expenses after 11:59pm, Wednesday, March, 14, 2018.
4. Mack will prepare assignments of leases to Castle for recording; Castle will submit recorded copies to Mack when received by the State of Kansas.

IN WITNESS WHEREOF the parties hereto have executed this contract and agreement upon the date above shown in several counterparts, each of which shall be considered as an original.

Castle Resources, Inc

BY: 

Jerry Green
President

Mack Energy Co.

BY:  for

Chris Fowler
Vice President