

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: _____

Title: _____

Signature: _____

Oil / Gas Purchaser: _____

Date: _____

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 _____ |
|----------------|-----------|------------------|-----------|

KANSAS CORPORATION COMMISSION
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Form KSONA-1

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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: _____

ASSIGNMENT OF OIL AND GAS LEASES

STATE OF KANSAS)
) SS
COUNTY OF CHAUTAUQUA)

STATE OF KANSAS)
Chautauque County) ss. \$88.00
This instrument was filed for
record this 4 day of Dec
2017 at 10:05 o'clock AM and
was recorded in book 177
of records on page 222.

[Signature]
REGISTER OF DEEDS

KNOW ALL MEN BY THESE PRESENTS:

That the undersigned, McCann Drilling, Inc. and Eric McCann both, hereinafter called ASSIGNOR, for and in consideration of One Dollar (\$1.00) and other good and valuable consideration, the receipt whereof is hereby acknowledged, do hereby sell, assign, transfer and set over unto Kansas Production Company, Inc. hereinafter called ASSIGNEE, all of ASSIGNORS' right, title and working interest in and to the Oil and Gas Leases described in Exhibit "A" attached hereto, together with the rights incident thereto and the personal property thereon, appurtenant thereto, or used or obtained in connection therewith.

This assignment is without warranty of title, express or implied.

This assignment shall be effective for all purposes as of the 1st day of December, 2016.

Executed this 4th day of December, 2016.

McCann Drilling, Inc.
[Signature]
Mark W. McCann, President

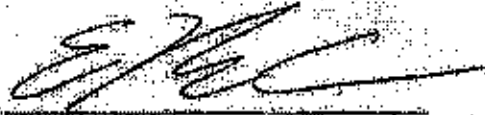
STATE OF Kansas)
) SS
COUNTY OF Montgomery)

This instrument was acknowledged before me this 4th day of December, 2016 by Mark W. McCann as President of McCann Drilling, Inc.

[Signature]
Notary Public

My Appointment Expires:


REBECCA SWEANEY
Notary Public - State of Kansas
My Comm. Expires 12-28-2019



Eric McCann

STATE OF Kansas)
)ss:
COUNTY OF Johnson)

This instrument was acknowledged before me this 8 day of December, 2016
by Eric McCann.



Notary Public

My Appointment Expires: April 4, 2020



EXHIBIT "A"

Flossie White Lease

LESSOR: Flossie Rhetta White, a widow, Mildred Stephens and Harvey C. Stephens, her husband

LESSEE: Liberty Hill Oil Corp.

DATE: July 2, 1976

DESCRIPTION: S/2 SE/4 of Sec. 22, T34S, R11E, Chautauqua County, KS

RECORDED: Book 40, Leases, page 569

McFarlane-Delong Lease

LESSOR: Grace MacFarlane DeLong and Earl D. DeLong, her husband

LESSEE: Walter H. Williams

DATE: November 1, 1974

RECORDED: Book 33, Leases, page 623

LESSOR: J. Wayne MacFarlane and Lena MacFarlane, his wife

LESSEE: Walter H. Williams

DATE: November 7, 1974

RECORDED: Book 33, Leases, page 624

DESCRIPTION: The S/2 NW/4 of Sec. 23, T34S, R11E, Chautauqua County, KS

Clark-Bever Lease

LESSOR: Esther D. Clark and Elmer Clarke, her husband

LESSEE: Denman Brothers, a firm composed of Arthur G. Denman and John Danman Jr.

DATE: September 22, 1943

DESCRIPTION: SW/4 of Sec. 28, T34S, R11E, Chautauqua County, KS

RECORDED: Book 13, Leases, page 26

Smith-Lolly Lease

LESSOR: Judith Rae Smith and William D. Smith, her husband, Melinda Lee Lolley and Douglas Lolley, her husband

LESSEE: Walter H. Williams

DATE: October 1, 1974

Wall Leases

Agreement to Unitize Oil and Gas Leases dated September 27, 1982, and recorded in Book 53 of Leases at Page 519, identifying the three (3) oil and gas leases below, to-wit:

LESSOR: N.W. Wall, et ux.

LESSEE: Frank M. Greene

DATE: December 16, 1909

DESCRIPTION: E/2 NE/4 and the NE/4 SE/4 of Sec. 32, T33S, R11E, Chautauqua County, KS

RECORDED: Book A, Leases, page 540

LESSOR: Dorothy L. Spurlock, et al.

LESSEE: McCann Drilling, Inc.

DATE: May 13, 1978

DESCRIPTION: That part of the NW/4 of Sec. 33, T33S, R11E lying W. of K99 Hgy. and S. of County Rd. No. 238 (40 ac. mo), Chautauqua County, KS

RECORDED: Book 43, Leases, page 286

LESSOR: N. W. Wall, et ux.

LESSEE: John A. Bell, Jr. and Frank M. Greene

DATE: April 22, 1912

DESCRIPTION: SE/4 SE/4 of Sec. 29 and S/2 SW/4 W. of Rd. No. 363 in Sec. 28 and part of the N/2 NW/4 W. of Rd. No. 363 and N. of Rd. 238 in Sec. 33, T33S, R11E (60 ac. mo), Chautauqua County, KS

RECORDED: Book B, Leases, Page 446

Mullin Lease

LESSOR: Virginia J. Mullin and Ralph Mullin, her husband

LESSEE: Albert Robertson

DATE: March 1, 1979

DESCRIPTION: N/2 NE/4 of Sec. 25, T33S, R11E, Chautauqua County, Kansas

RECORDED: Book 43, Leases, Page 147

DESCRIPTION: The NE/4 NE/4 of Sec. 20 and the West 70 acres of the N/2 NW/4 of
✓ Sec. 23, all in T34S, R11E, Chautauqua County, KS
RECORDED: Book 33, Leases page 618

Graham (McCann) Lease

LESSOR: Gerald Graham and Nancy Jo Graham, husband and wife

✓ LESSEE: McCann Drilling, Inc.

DATE: February 2, 1980

DESCRIPTION: NW/4 Sec. 36, T33S, R10E, Chautauqua County, KS

RECORDED: Book 45, Leases, page 535

Church Lease

LESSOR: Corporation of Presiding Bishop of Church of Jesus Christ of Latter Day
Saints

✓ LESSEE: McCann Drilling, Inc.

DATE: December 7, 1989

DESCRIPTION: The SE/4 lying North and West of Public Road, Sec. 24, T32S, R11E,
Chautauqua County, KS

RECORDED: Book 63, Leases, page 566

Appleby Leases

A. "Lease 1":

LESSOR: Thomas E. Appleby and Mariellen J. Appleby, husband and wife

✓ LESSEE: KPR, Inc.

DATE: November 9, 1979

DESCRIPTION: The NW/4 of Sec. 30, T33S, R11E, Chautauqua County, KS

RECORDED: Book 45, Leases, page 360

B. "Lease 2":

LESSOR: Thomas E. Appleby and Mariellen J. Appleby, husband and wife

✓ LESSEE: KPR, Inc.

DATE: November 9, 1979

DESCRIPTION: The N/2 SW/4, SW/4 SE/4 and W/2 SE/4 SE/4 of Sec. 30, T33S, R11E and
the E/2 NE/4 SE/4 and of Sec. 25, T33S, R10E, Chautauqua County, KS

RECORDED: Book 45, Leases, page 360

Kansas Production, Co. Inc.
1613 West 6th Street
Bartlesville, OK 74003
Phone: 918- 331-6433
mccanncompanies@yahoo.com

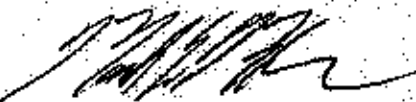
September 18, 2017

Kansas Corporation Commission
Oil & Gas Conservation Division
266 N. Main St.
Ste. 220
Wichita, KS 67202-1513

Dear Sir:

This letter is to confirm that Quito, Inc. with License No. 33594 is the Operator for Kansas Production Co. Inc. on the Appleby Lease located at Sec.30, Twp.33,R-11, Chautauque Co. KS.

Thank you for your assistance.



Mark W. McCann
President