

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 _____

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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: _____



STATE OF KANSAS, GOVE COUNTY SS
REGISTER OF DEEDS

Book: 204 Page: 741-742

Receipt #: 27584

Pages Recorded: 2

Recording Fee: \$38.00

Date Recorded: 7/19/2018 1:18:32 PM

Christy Tuttle

ASSIGNMENT AND BILL OF SALE

KNOW ALL MEN BY THESE PRESENTS:

That the undersigned, GRAND MESA OPERATING COMPANY, whose address is 1700 N. Waterfront Parkway, Bldg 600, Wichita, KS 67206, hereinafter referred to as Assignor, for and in consideration of Ten Dollars (\$10.00), the receipt and sufficiency of which is hereby acknowledged, does hereby sell, assign, transfer and set over unto PALOMINO PETROLEUM INC., whose address is 4924 SE 84th St, Newton, KS 67114, hereinafter referred to as Assignee, 100% of Assignor's right title and working interest (excluding OVERRIDING ROYALTY INTEREST) together with all material and equipment therein, thereon, appurtenant thereto, or used in connection therewith for developing, operating and producing said wells, in and to the following Oil and Gas Leases located in Gove County, Kansas, to-wit:

SEE ATTACHED EXHIBIT "A"

together with the rights incident thereto and the personal property thereon, appurtenant thereto, or used or obtained in connection therewith.

It is understood by and between the Assignor and Assignee herein that the interests herein assigned are subject to and burdened with their proportionate shares of overriding royalty interests of record.

This Assignment is made without warranty of title, either express or implied.

All provisions of this Assignment and Bill of Sale shall be available to and binding upon the respective heirs, executors, administrators, successors and assigns of the Assignor and Assignees herein.

EXECUTED this 29th day of June, 2018 but MADE EFFECTIVE July 1, 2018.

GRAND MESA OPERATING COMPANY

BY: *[Signature]*
MICHAEL J. REILLY, PRESIDENT

STATE OF KANSAS)
) SS
COUNTY OF SEDGWICK)

Before me, the undersigned, a Notary Public, within and for said County and State, on this 29th day of June, 2018, personally appeared MICHAEL J. REILLY as PRESIDENT of GRAND MESA OPERATING COMPANY, to me personally known to be the identical person who executed the within and foregoing instrument and acknowledged to me that he executed the same as his free and voluntary act and deed for the uses and purposes therein set forth.

IN WITNESS WHEREOF, I have hereunto set my hand and official seal the day and year last above written.

My Commission Expires:

October 10, 2020

[Signature]
Adam Petz Notary Public

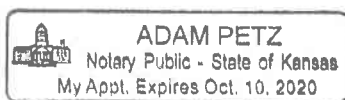


EXHIBIT "A"

ATTACHED HERETO AND MADE A PART HEREOF THAT CERTAIN ASSIGNMENT AND BILL OF SALE DATED JUNE 29TH, 2018, BY AND BETWEEN GRAND MESA OPERATING COMPANY AS ASSIGNOR AND PALOMINO PETROLEUM INC. AS ASSIGNEE.

HUND #1-9

Lessor: Malcolm J. Hund and Victoria M. Hund
Living Trust dated April 5, 2002
Lessee: Thomas Energy, Inc.
Date: November 8, 2008
Recorded: Book 161, Page 550
Description: Township 14 South - Range 31 West
Section 9: W/2

Lessor: Christian Science Trustees for Gifts and Endowments
Lessee: Grand Mesa Operating Company
Date: May 24, 2010
Recorded: Book 167, Page 1010
Description: Township 14 South - Range 31 West
Section 9: W/2

S & L #1-14

Lessor: Leslie Ann Hess f/k/a Leslie Phelps Hess and Leslie Ann
Phelps, and Steven J. Hess, Norman, wife and husband
Lessee: Grand Mesa Operating Company
Date: April 14, 2011
Recorded: Book 171, Page 676
Description: Township 13 South - Range 31 West
Section 14: SE/4