

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
OIL & GAS CONSERVATION DIVISION

Form KSONA-1

July 2014

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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 LEASE AND BILL OF SALE

KNOW ALL MEN BY THESE PRESENTS, that KSMS Oil, LLC, Daylight Petroleum, LLC and Lakeshore Operating, LLC, hereinafter called "Assignor," for valuable consideration, the receipt and sufficiency of which is hereby acknowledged, does grant, bargain, sell convey, transfer, assign and deliver all of Assignor's right, title, working interest and overriding royalty interest unto Laymon Oil II, LLC, hereinafter called "Assignee," its successors and assigns, in and to the following oil and gas leases and personal property:

- (A) The Oil and Gas Leases described on Exhibit A and the leasehold estate and right, privileges and interests created by said leases subject to all the terms and conditions of said oil and gas lease and extensions thereof (collectively, the "Leases"); AND
- (B) All equipment, wells, structures and personal property, to include fixtures and improvements, currently located on the Leases described above in paragraph (A), and used in connection with oil and gas exploration, production, treatment, storage and marketing activities (collectively, the "Personal Property").

The Leases and Personal Property are collectively referred to as the "Assigned Property."

ASSIGNMENT TERMS:

1. **DISCLAIMER OF WARRANTY.** Assignor represents and warrants that the Assigned property is free and clear of all liens created by through and under Assignors. With the exception of this single express warranty, Assignor makes this Assignment without warranty of any kind. Assignee accepts the Assigned Property without warranty of any kind by Assignor. All express or implied warranties, specifically including the implied warranties of merchantability, and fitness for a particular purpose are here by disclaimed.

2. **ASSUMPTION OF RESPONSIBILITY.** Assignors and Assignee do hereby stipulate and agree among themselves that all of the wells located upon the Leases are being assigned to Assignee and that no such wells have been abandoned by Assignors at the time of this Assignment. Assignee does hereby agree to accept all responsibility and liability for all of the Assigned Property from and after the date of this Assignment and shall indemnify and hold Assignors harmless from any, claim, damage, liability or responsibility for any of such wells or oil and gas equipment or the repair, restoration or remediation of the real property covered by the Leases from and after the date of this Assignment, whether or not such damage, event or liability accrued prior to the date of this assignment. Within 30 days after the effective date of this Assignment Assignee shall accept an assignment of operator responsibility for all wells located on

the Leases by form T-1 Transfer filed with the Conservation Division of the Kansas Corporation Commission.

3. TRANSFER OF RIGHTS. The Assigned Property shall include all right, title and interest which Assignor may have in and to the Leases, including but not limited to, leasehold interests, regulatory authorities and permits or licenses.

4. FURTHER ASSURANCES. The parties agree to execute, acknowledge and deliver such other and further instruments or documents, and to take such other and further actions as may be reasonably necessary to carry out the provisions of this Assignment.

5. EFFECTIVE DATE. This Conveyance shall be effective as of April 1, 2019, at 12:01 a.m., central standard time.

TO HAVE AND TO HOLD the above described property and easement with all and singular the rights, privileges, and appurtenances thereunto or in any wise belonging to the said Assignee herein, its successors, personal representatives, administrators, executors and assigns forever.

KSMS OIL, LLC

By: 
Borja Madrid, Manager

DAYLIGHT PETROLEUM, LLC

By: 
Borja Madrid, Managing Member

LAKESHORE OPERATING, LLC

By: _____
Wesley Ketcham, President

ACCEPTED BY:

LAYMON OIL II, LLC

By: _____

STATE OF NEW YORK, COUNTY OF NEW YORK, ss:

This instrument was acknowledged before me on the 29th day of March, 2019, by Borja Madrid, Manager of **KSMS OIL, LLC**, a Delaware limited liability company.

G A Molenkamp
Notary Public

Appointment/Commission Expires: 01-22-2023

GREGORY A MOLENKAMP
NOTARY PUBLIC-STATE OF NEW YORK
No. 01MO6386356
Qualified in New York County
My Commission Expires 01-22-2023

STATE OF NEW YORK, COUNTY OF NEW YORK, ss:

This instrument was acknowledged before me on the 29th day of March, 2019, by Borja Madrid, Managing Member of **DAYLIGHT PETROLEUM, LLC**, a Delaware limited liability company.

G A Molenkamp
Notary Public

Appointment/Commission Expires: 01-22-2023

GREGORY A MOLENKAMP
NOTARY PUBLIC-STATE OF NEW YORK
No. 01MO6386356
Qualified in New York County
My Commission Expires 01-22-2023

STATE OF _____, COUNTY OF _____, ss:

This instrument was acknowledged before me on the ____ day of _____, 2019, by Wesley Ketcham, President of **LAKESHORE OPERATING, LLC**, a Delaware limited liability company.

Notary Public

Appointment/Commission Expires:

STATE OF KANSAS, COUNTY OF _____, ss:

This instrument was acknowledged before me on the ____ day of _____, 2019, by _____, Manager of **LAYMON OIL II, LLC**, a Kansas limited liability company.

Notary Public

Appointment/Commission Expires:

WILSON DUNNE LEASES

Dated: August 5, 1960
Recorded: Book 27, Page 58
Lessors: Dorothy W. Dunne and G. M. Dunne, her husband; Warren I. Wilson and Wanda Wilson, his wife; Howard Wilson and Harriet Wilson, his wife
Lessee: Ron A. Timroth
Description: The Southwest Quarter (SW/4) and the North Half of the Southeast Quarter (N/2 SE/4) of Section 1, Township 24, Range 16 East, Woodson County, Kansas.

Dated: August 5, 1960
Recorded: Book 27, Page 59
Lessors: Dorothy W. Dunne and G. M. Dunne, her husband; Warren I. Wilson and Wanda Wilson, his wife; Howard Wilson and Harriet Wilson, his wife
Lessee: Ron A. Timroth
Description: The Southwest Quarter (SW/4) and the North Half of the Southeast Quarter (N/2 SE/4) of Section 1, Township 24, Range 16 East, Woodson County, Kansas.

Dated: August 5, 1960
Recorded: Book 27, Page 60
Lessors: Dorothy W. Dunne and G. M. Dunne, her husband; Warren I. Wilson and Wanda Wilson, his wife; Howard Wilson and Harriet Wilson, his wife
Lessee: Ron A. Timroth
Description: The Southwest Quarter (SW/4) and the North Half of the Southeast Quarter (N/2 SE/4) of Section 1, Township 24, Range 16 East, Woodson County, Kansas.

LINK LEASE

Dated: November 1, 2002
Recorded: Book 84-Misc., Page 82
Lessors: T. L. McNett, single
Lessee: Laymon Oil II, LLC
Description: The West Half of the West Half (W/2 W/2), Section 12, Township 24S, Range 16E, Woodson County, Kansas, containing 160 acres more or less.



WOODSON COUNTY REGISTER OF DEEDS

Book: S99 Page: 239

Pages Recorded 4

Recording Fee: \$72.00

Date Recorded: 4/12/2019 9:20:00 AM

✓✓

**ASSIGNMENT OF OIL AND GAS LEASE
AND BILL OF SALE**

KNOW ALL MEN BY THESE PRESENTS, that KSMS Oil, LLC, Daylight Petroleum, LLC and Lakeshore Operating, LLC, hereinafter called "Assignor," for valuable consideration, the receipt and sufficiency of which is hereby acknowledged, does grant, bargain, sell convey, transfer, assign and deliver all of Assignor's right, title, working interest and overriding royalty interest unto Laymon Oil II, LLC, hereinafter called "Assignee," its successors and assigns, in and to the following oil and gas leases and personal property:

- (A) The Oil and Gas Leases described on Exhibit A and the leasehold estate and right, privileges and interests created by said leases subject to all the terms and conditions of said oil and gas lease and extensions thereof (collectively, the "Leases"); AND
- (B) All equipment, wells, structures and personal property, to include fixtures and improvements, currently located on the Leases described above in paragraph (A), and used in connection with oil and gas exploration, production, treatment, storage and marketing activities (collectively, the "Personal Property").

The Leases and Personal Property are collectively referred to as the "Assigned Property."

ASSIGNMENT TERMS:

1. **DISCLAIMER OF WARRANTY.** Assignor represents and warrants that the Assigned property is free and clear of all liens created by through and under Assignors. With the exception of this single express warranty, Assignor makes this Assignment without warranty of any kind. Assignee accepts the Assigned Property without warranty of any kind by Assignor. All express or implied warranties, specifically including the implied warranties of merchantability, and fitness for a particular purpose are here by disclaimed.

2. **ASSUMPTION OF RESPONSIBILITY.** Assignors and Assignee do hereby stipulate and agree among themselves that all of the wells located upon the Leases are being assigned to Assignee and that no such wells have been abandoned by Assignors at the time of this Assignment. Assignee does hereby agree to accept all responsibility and liability for all of the Assigned Property from and after the date of this Assignment and shall indemnify and hold Assignors harmless from any, claim, damage, liability or responsibility for any of such wells or oil and gas equipment or the repair, restoration or remediation of the real property covered by the Leases from and after the date of this Assignment, whether or not such damage, event or liability accrued prior to the date of this assignment. Within 30 days after the effective date of this Assignment Assignee shall accept an assignment of operator responsibility for all wells located on

the Leases by form T-1 Transfer filed with the Conservation Division of the Kansas Corporation Commission.

3. TRANSFER OF RIGHTS. The Assigned Property shall include all right, title and interest which Assignor may have in and to the Leases, including but not limited to, leasehold interests, regulatory authorities and permits or licenses.

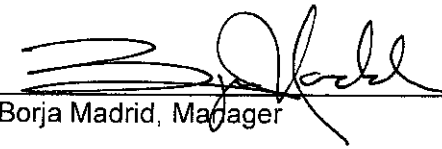
4. FURTHER ASSURANCES. The parties agree to execute, acknowledge and deliver such other and further instruments or documents, and to take such other and further actions as may be reasonably necessary to carry out the provisions of this Assignment.

5. EFFECTIVE DATE. This Conveyance shall be effective as of April 1, 2019, at 12:01 a.m., central standard time.

TO HAVE AND TO HOLD the above described property and easement with all and singular the rights, privileges, and appurtenances thereunto or in any wise belonging to the said Assignee herein, its successors, personal representatives, administrators, executors and assigns forever.

KSMS OIL, LLC

By:


Borja Madrid, Manager

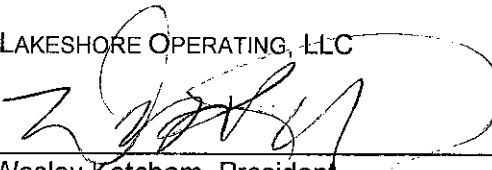
DAYLIGHT PETROLEUM, LLC

By:


Borja Madrid, Managing Member

LAKESHORE OPERATING, LLC

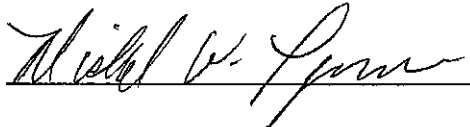
By:


Wesley Ketcham, President

ACCEPTED BY:

LAYMON OIL II, LLC

By:



STATE OF NEW YORK, COUNTY OF NEW YORK, ss:

This instrument was acknowledged before me on the 29th day of March, 2019, by Borja Madrid, Manager of **KSMS OIL, LLC**, a Delaware limited liability company.

[Signature]
Notary Public

Appointment/Commission Expires: 01-22-2023

GREGORY A MOLENKAMP
NOTARY PUBLIC-STATE OF NEW YORK
No. 01MO6386356
Qualified in New York County
My Commission Expires 01-22-2023

STATE OF NEW YORK, COUNTY OF NEW YORK, ss:

This instrument was acknowledged before me on the 29th day of March, 2019, by Borja Madrid, Managing Member of **DAYLIGHT PETROLEUM, LLC**, a Delaware limited liability company.

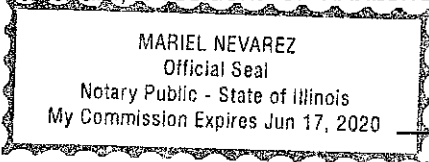
[Signature]
Notary Public

Appointment/Commission Expires: 01-22-2023

GREGORY A MOLENKAMP
NOTARY PUBLIC-STATE OF NEW YORK
No. 01MO6386356
Qualified in New York County
My Commission Expires 01-22-2023

STATE OF Illinois, COUNTY OF Cook, ss: My Commission Expires 01-22-2023

This instrument was acknowledged before me on the 4 day of April, 2019, by Wesley Ketcham, President of **LAKESHORE OPERATING, LLC**, a Delaware limited liability company.

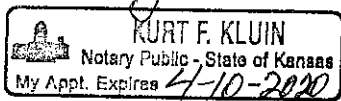


[Signature]
Notary Public

Appointment/Commission Expires:

STATE OF KANSAS, COUNTY OF Neosho, ss:

This instrument was acknowledged before me on the 9th day of April, 2019, by Michelle Wilgorn Manager of **LAYMON OIL II, LLC**, a Kansas limited liability company.



[Signature]
Notary Public
Kurt F. Kluin

Appointment/Commission Expires:

WILSON DUNNE LEASES

Dated: August 5, 1960
Recorded: Book 27, Page 58
Lessors: Dorothy W. Dunne and G. M. Dunne, her husband; Warren I. Wilson and Wanda Wilson, his wife; Howard Wilson and Harriet Wilson, his wife
Lessee: Ron A. Timroth
Description: The Southwest Quarter (SW/4) and the North Half of the Southeast Quarter (N/2 SE/4) of Section 1, Township 24, Range 16 East, Woodson County, Kansas.

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LINK LEASE

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Lessee: Laymon Oil II, LLC
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