

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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**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: _____

AGREEMENT FOR SALE OF OIL AND GAS LEASES

THIS AGREEMENT is made and entered into this 9th day of May, 2019, by and between PIQUA PETRO, INC., hereinafter referred to as "Seller", and Owens Oil Company, LLC, hereinafter referred to as "Purchaser".

FOR AND IN CONSIDERATION of the full and complete payment of the purchase price for the following described oil and gas leases and equipment, the mutual promises and agreements herein set forth, the parties agree as follows:

OIL LEASE DESCRIPTION

1. Seller agrees to sell and Purchaser agrees to purchase all of the Seller's working interest, in the following described oil and gas leases, to-wit:

WILLE (NORTH) LEASE:

An oil and gas lease dated April 17, 1986, from Wille Farms, Inc. as lessor, to Thomas M. King as lessee, recorded in Book 65 of Miscellaneous at Page 543 in the office of the Register of Deeds of Woodson County, Kansas, covering the following real estate:

The Northwest Quarter (NW/4) of Section 10, Township 24, Range 17, Woodson County, Kansas, less and except a tract commencing at the Southwest corner of said Northwest Quarter, thence East 277 feet, thence North 315 feet, thence West 277 feet, thence South 315 feet to place of beginning.

TRI STATE LEASE:

An Oil and gas lease dated November 9, 1981, from John S. McAdam and Mildred B. McAdam, husband and wife; Earl D. Beck and Carol A. Beck, husband and wife; Max L. Mason and Nellie Ann Mason, husband and wife; and Richard W. Wood and Betty Marie Wood, husband and wife, as Lessor, to Norman Bell d/b/a Norman Bell Oil Company, as Lessee, recorded in Book 56, Page 23, insofar as said lease covers the following described land in Woodson County, State of Kansas, to-wit:

The North 60 acres of the Northeast Quarter (NE/4) of Section Five (5), Township Twenty-four (24) South, Range Seventeen (17) East.

WOLF-MCADAMS LEASE:

An oil and gas lease located upon the North Half of the Northwest quarter (N/2 NW/4) of Section 5, Township 24, Range 17 East, Woodson County, Kansas, which lease is that that was the subject matter of litigation in Case No. 93 C 18 in the District Court of Woodson County, Kansas.

**AGREEMENT FOR PURCHASE
OF OIL AND GAS LEASE**

MILLER LEASE:

An oil and gas lease from James Miller and Marilyn Miller, husband and wife, as lessor, to C D & L Oil Company, as lessee, dated March 13, 1978, and recorded in Book M-93 at Page 102 in the office of the Register of Deeds of Allen county, Kansas, covering the following described real estate, to-wit:

The northwest Quarter (NW/4) of Section 17, Township 25, Range 18, Allen County, Kansas, North of the river, containing 70 acres, more or less, also described as:

That part of the Northwest Quarter (NW/4) of Section Seventeen (17), Township Twenty-five (25) South, Range Eighteen (18) East, described as follows: Commencing at a point 18.5 chains South of the Northwest corner of said Section, thence East to the center of the Neosho River, thence Southwest along the channel of said river to the South line of said Northwest Quarter (NW/4), thence West to the Southwest corner of said Northwest Quarter (NW/4), thence North to the point of beginning, Allen County, Kansas, subject to easements and rights-of-way of record;

together with all equipment and personal property used therewith.

PURCHASE PRICE

2. The purchase price for the above-described oil and gas leases shall be FIFTEEN THOUSAND DOLLARS (\$15,000.00) payable in full at closing.

WARRANTY

3. Seller warrants that it has good, marketable and unencumbered title to the above described oil and gas leases, and that the same are free and clear of any liens, charges or encumbrances. Seller further warrants that said oil and gas leases are in full force and effect, and that all royalties, rentals and other payments under the leases have been timely and properly paid and all conditions necessary to keep the leases in full force and effect have been performed. Seller does not warrant the condition of the leases, which shall be sold "as is" in their present existing condition.

PROOF OF MARKETABLE TITLE

4. Prior to closing, Purchaser shall have the right, but shall not be required to conduct title examination of the leases, at Purchaser's expense, and provide Seller with any written objections as to the marketability of the title. If valid objections are made to the marketability of the title, Seller shall correct said objections. Seller shall have a reasonable time in which to satisfy any valid objections as to the marketability of the title, and if legal proceedings are necessary, such proceedings shall be begun promptly and shall be completed within a reasonable time. In the event Seller is unable to furnish marketable title as above provided, this agreement shall then become null and void and all parties shall thereupon be

**AGREEMENT FOR PURCHASE
OF OIL AND GAS LEASE**

released from any further liability under this agreement. In the event Purchaser elects not to conduct a title examination, Purchaser accepts title in its condition at the time of transfer of the subject leases.

POSSESSION

5. Possession shall be delivered to Purchaser at closing.

TRANSITION MATTERS

6. Purchaser shall have the right to all oil that is in storage tanks on date of closing and thereafter. Seller shall have the right to the entire oil check for the working interest from oil sold prior to date of closing. Seller shall have the electrical meter disconnected prior to closing, and shall be responsible for the payment of electricity up to the date of disconnection. Seller shall be responsible for all other expenses incurred on the lease up to date of closing, and shall pay for all supplies and labor utilized on behalf of said oil and gas leases up to the date of closing that might form the basis of a mechanic's lien. Purchaser represents that it has a valid operator's license with the Kansas Corporation Commission (#35564) and shall be responsible for preparing and filing with the Kansas Corporation Commission Oil and Gas Conservation Division the Form T-1 to transfer the operator of each lease to Purchaser.

CLOSING

7. This contract shall be closed on or before May 15, 2019, unless the parties agree to a later date in writing. At closing, Seller shall assign to Purchaser the above-described leases and convey all lease equipment thereupon, and Purchaser shall pay to Seller the entire sale proceeds.

DEFAULT

8. Time is of the essence of this agreement. In the event either party fails to comply with any of the terms of this agreement, then this agreement shall, at the option of the nondefaulting party, become null and void, and all rights of the defaulting party hereunder shall terminate. If the nondefaulting party does not exercise this option to terminate this agreement, he may require specific performance and also exercise any other legal rights and remedies available under Kansas law.

TAXES

9. All taxes on said leases, including on production and personal property due and payable in 2018, shall be paid by Seller. All taxes that may become due and payable after closing of this contract shall be paid by Purchaser.

**AGREEMENT FOR PURCHASE
OF OIL AND GAS LEASE**

BINDING EFFECT

10. The terms and provisions of this agreement shall extend to and become binding upon the heirs, executors, administrators and assigns of the respective parties hereto.

IN WITNESS WHEREOF, Seller and Purchaser have executed this agreement the day and year first above written.

SELLER:

PURCHASER:

PIQUA PETRO, INC.



Gregory D. Lair, President

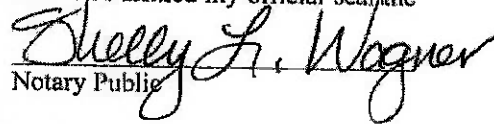


Bryson Scott Owens, Managing Member

STATE OF KANSAS, COUNTY OF NEOSHO, SS:

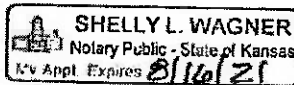
BE IT REMEMBERED, that on this 13th day of May, 2019, before me, the undersigned, a Notary Public in and for the said county and state, came Gregory D. Lair, President of Piqua Petro, Inc., to me personally known to be the same person who executed the foregoing instrument, and he duly acknowledged the execution of the same.

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



Notary Public

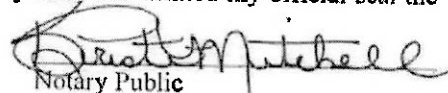
My appointment expires:



STATE OF KANSAS, COUNTY OF NEOSHO, SS:

BE IT REMEMBERED, that on this 9th day of May, 2019, before me, the undersigned, a Notary Public in and for the said county and state, came Bryson Scott Owens to me personally known to be the same person who executed the foregoing instrument, and he duly acknowledged the execution of the same.

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



Notary Public
Kristi Mitchell

My appointment expires:

June 28, 2021

