

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

Form Must Be Typed

Form must be Signed

All blanks must be Filled

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: _____

BILL OF SALE
R. WILSON #1-10 & R. WILSON #3-10 SWDW, DECATUR CO., KS

KNOW ALL MEN BY THESE PRESENTS, that, effective May 1, 2019 (“Effective Date”), in consideration of the sum of **Thirty Thousand & 00/100 Dollars (\$30,000.00)**, the “Purchase Price” herein, the receipt and sufficiency of which are hereby acknowledged, **BACH OIL PRODUCTION, INC.**, (“Bach”), P. O. Box 723, Alma, NE 68920-0723, and those parties listed on Exhibit “A”, attached hereto, (collectively, “Sellers”), do hereby grant, assign, bargain, sell, transfer, deliver and release unto **NORSTAR PETROLEUM INC.**, 88 Inverness Circle E, Unit F104, Englewood, CO 80112-5514, (“Purchaser”), under the terms of this Bill of Sale (“BOS”), all of Sellers’ right, title and interest in and to the wellbores, surface equipment, downhole equipment, fixtures and related inventory (excluding the produced oil inventory in the surface tanks prior to the Effective Date), including all personal property of whatsoever nature (“Subject Property”), whether individually or properly described in Exhibit “B”, attached hereto, used in connection with the **R. Wilson #1-10 well**, API #15-039-20788 and the **R. Wilson #3-10 SWDW**, API #15-039-20898 (the “Wells”), all of which are located on the following described lands in **Decatur County, Kansas**, (the “Lands”), to-wit:

Township 2 South, Range 27 West
Section 10: NW/4

Sellers hereby covenant that Sellers are the lawful owners of 100% of the interest in the Subject Property and the Wells and have granted Bach the right to represent and act on Sellers’ behalf to sell, execute and accept the Purchase Price for the purpose of transferring the Subject Property and the Wells to Purchaser. Sellers and Purchaser recognize that the leasehold rights have expired under the Lands from lack of continuous production, and, therefore, it is not the intent herein to include such leasehold rights within the terms of this BOS. Sellers claim that the Subject Property and the Wells are free and clear from all encumbrances. Sellers and Purchaser acknowledge that they may own and operate other wells in the area and that the sale of the Subject Property and the Wells hereunder will in no way interfere with the operations of the other wells located on lands adjacent to or within the vicinity of the Lands. Bach agrees that within two (2) weeks from the receipt of the Purchase Price, after the full execution and delivery of this BOS to Purchaser, to distribute the Purchase Price to Sellers, in proportion to their ownerships.

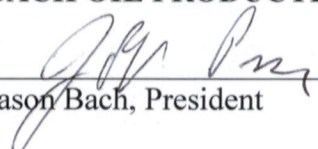
This BOS is delivered by Sellers without warranty of title, express or implied. The Subject Property and the Wells are sold and conveyed **“AS IS, WHERE IS”**, and Sellers expressly disclaim all express or implied warranties with respect thereto, including, without limitation, any implied warranty of merchantability or fitness for a particular purpose. Sellers agree to indemnify and to hold Purchaser harmless from all losses and liabilities relating to Sellers’ use of the Subject Property and the Wells, *before* the Effective Date of this Bill of Sale, and Purchaser agrees to indemnify and to hold Sellers harmless from all losses and liabilities relating to Purchaser’s use of the Subject Property and the Wells, *after* the Effective Date.

Purchaser recognizes that the Wells, located on the Lands, are currently shut-in and temporarily abandoned and that Sellers hereby agree to sell all of their right, title and interest in the Subject Property and the Wells to Purchaser, in exchange for Purchaser’s takeover of operations in accordance with the rules and regulations of the Kansas Corporation Commission, inclusive of Sellers’ obligation to plug and abandon the Wells, to remove the Subject Property and to restore the condition of the surface of the Lands to the satisfaction of the surface owner. Sellers agree to comply with the requirements of the Kansas Corporation Commission and to prepare any documentation necessary for the transfer of the Subject Property and the Wells to Purchaser.

TO HAVE AND TO HOLD, all of Sellers’ right, title and interest in and to the Subject Property and the Wells to the Purchaser.

EXECUTED this 15th day of April, 2019, but made effective for all purposes as of the Effective Date.

“SELLERS”
BACH OIL PRODUCTION, INC.



Jason Bach, President

“PURCHASER”
NORSTAR PETROLEUM INC.



Per Burchardt, President

EXHIBIT "A"

Attached to that certain Bill of Sale dated effective May 1, 2019, between
Bach Oil Production Inc., Seller, and Norstar Petroleum Inc., Purchaser

SELLERS

- **Bach Oil Production, Inc.**
- **Legacy Oil, LLC**
- **Bruceville, L.L.C.**
- **Joel S. Hiesterman and Michela J. Hiesterman, Trustees of the Joel S. Hiesterman Living Trust, dated January 28, 2010**
- **Leland Bach**
- **Ronald D. Miller and Connie E. Miller, Trustees of the Ronald D. Miller and Connie E. Miller Revocable Living Trust, dated January 26, 2009**
- **Stuart Bach**
- **Nick Simonson**
- **Bach Oil Production, Inc. f/a/o Anthony Bach**
- **Bach Oil Production, Inc. f/a/o Justin Clark**

EXHIBIT "B"

Attached to that certain Bill of Sale dated effective May 1, 2019, between
Bach Oil Production Inc., Seller, and Norstar Petroleum Inc., Purchaser

SUBJECT PROPERTY

Pumping Unit

Lufkin 114D-133-54 with 10 hp electric motor
Serial #G114307J-484663

Pump

2" x 1 1/2" x 12' with 6' gas anchor

Tubing

108 jts - 2 3/8", with 2', 4', 8', 10' subs
52 jts 2 3/8" seal tite with 4 jts 2 3/8" CeRam Kote

Rods

30 - 7/8" with 2', 4', 6', 8' pony rods
109 - 3/4"

Mud Anchor

15'

Injection Packer

4 1/2" x 2 3/8" AD-1

Tank Battery

One (1): 10' x 15' Fiberglass Gunbarrel
One (1): 12' x 10' Steel Stock Tank
One (1): 12' x 10' Fiberglass Stock Tank
Two (2): 200 bbl Fiberglass Water Tanks

Miscellaneous

All remaining miscellaneous equipment
necessary to produce, operate, gather and sell oil

WELLBORES

R. Wilson #1-10

SW SE NW Sec. 10, T2S-R27W
2310' FNL & 1650' FWL
API #15-039-20788

R. Wilson #3-10 SWDW

SW NW NW Sec. 10, T2S-R27W
4305' FSL & 5031' FEL
API #15-039-20898