

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 _____

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: _____

ASSIGNMENT OF OIL AND GAS LEASES AND BILL OF SALE

STATE OF KANSAS \$
 \$
COUNTY OF SEWARD \$

KNOW ALL MEN BY THESE PRESENTS:

THIS ASSIGNMENT OF OIL AND GAS AND BILL OF SALE is dated this 6th day of September, 2019, but effective as of September 1, 2019.

FOR VALUABLE CONSIDERATION, the receipt and sufficiency of which is hereby acknowledged, **EDISON OPERATING COMPANY, LLC**, a Kansas limited liability company; **GRANITE INVESTMENTS, LLC**, a Kansas limited liability company; **ERIE PARTNERS I, LLC**, a Colorado limited liability company, as Assignors, hereby sells, assigns, and transfers to **ELM III OPERATING COMPANY, LLC**, an Oklahoma limited liability company, as Assignee, all of its right, title, and interest in and to the Oil and Gas Leases and wells in described below, together with all equipment and rights incident thereto or used or obtained in connection with the development and operation thereof.

BALLINGER #1-9 API No. 15-175-21589

Oil and Gas Lease dated May 07, 1996 by and between Vermeita Ballinger and her husband Owen Ballinger as Lessors and BRG Petroleum, Inc., as Lessee, covering the Southeast Quarter of the Northeast Quarter (SE/4 NE/4) and the East Half of the Southeast Quarter (E/2 SE/4) of section 9-T35S-R32W, Seward County, Kansas, and recorded in Book 479 at Page 163 in the records of Seward County, Kansas.

To have and to hold unto Assignee, its successors and assigns, forever. This assignment is made without covenants of warranty of title, either express or implied, but is made with full substitution and subrogation of Assignee in and to all covenants and warranties by others heretofore given or made in respect of the interests assigned hereunder. Assignee accepts the Oil and Gas Leases and all wells, equipment, and other property in their present condition, "as is," and Assignor disclaims all warranties, express and implied, including warranties of fitness and merchantability.

Assignor's share of all petroleum hydrocarbons held in the tanks as of the Effective Date shall remain the property of the Assignor. Assignee shall pay Assignor for the value of such hydrocarbons based on the average price received for such hydrocarbons for the month preceding the Effective Date. The prevailing party on any action brought to enforce this provision shall be entitled to recover legal fees and costs.

Assignee assumes all obligations and responsibilities under the aforementioned oil and gas leases and all legal and regulatory obligations and responsibilities with respect to operations, including the plugging of wells, and will cause the transfer of operations to Assignee on the records of the KCC.

IN WITNESS WHEREOF, the parties have executed this Assignment the year and date set forth in the acknowledgements below, but effective as of the Effective Date.

EDISON OPERATING COMPANY, LLC

ELM III OPERATING COMPANY, LLC


David G. Withrow, Managing Partner
Assignor


Edward L. Markwell, III, President
Assignee

GRANITE INVESTMENTS, LLC

ERIE PARTNERS I, LLC


David G. Withrow, Jr., Managing Partner
Assignor


Robert T. Williams, Jr., Manger
Assignor

ASSIGNMENT OF OIL AND GAS LEASE and BILL OF SALE

Dated September 6, 2019 by and between Edison Operating Company, LLC; Granite Investments, LLC; Erie Partners I, LLC, Assignors and Elm III Operating Company, LLC Assignee

ACKNOWLEDGMENT

STATE OF OKLAHOMA)
) §
COUNTY OF OKLAHOMA)

This instrument was acknowledged before me on this 12 day of September 2019, by Edward L. Markwell, III, as President of Elm III Operating Company, LLC.

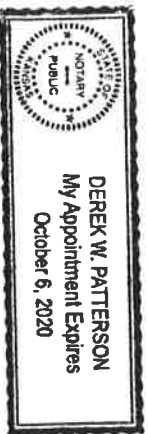
Christie Kelly
Notary Public
02016969

ACKNOWLEDGMENT

STATE OF KANSAS)
) §
COUNTY OF SEDGWICK)

This instrument was acknowledged before me on this 16th day of September 2019, by David G. Withrow, as Managing Partner of Edison Operating, LLC.

Derek W. Patterson
Notary Public



ACKNOWLEDGMENT

STATE OF KANSAS)
) §
COUNTY OF SEDGWICK)

This instrument was acknowledged before me on this 16th day of September 2019, by David G. Withrow, as Managing Partner of Granite Investments, LLC.

Derek W. Patterson
Notary Public



ACKNOWLEDGMENT

STATE OF COLORADO)
) §
COUNTY OF JEFFERSON)

This instrument was acknowledged before me on this _____ day of September 2019, by Robert T. Williams, as Manager of Erie Partners I, LLC.

Notary Public