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:	ttea with this form.			
Oil Lease: No. of Oil Wells**	Effective Date of Transfer:			
Gas Lease: No. of Gas Wells**	KS Dept of Revenue Lease No.:			
Gas Gathering System:	Lease Name:			
Saltwater Disposal Well - Permit No.:				
Spot Location: feet from N / S Line	SecTwp R EW Legal Description of Lease:			
feet from E / W Line				
Enhanced Recovery Project Permit No.:				
Entire Project: Yes No	County:			
Number of Injection Wells **	Production Zone(s):			
Field Name:				
** Side Two Must Be Completed.	Injection Zone(s):			
Surface Pit Permit No.:	feet from N / S Line of Section			
(API No. if Drill Pit, WO or Haul)	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:			
Table operator o Hamo a Address.				
	Date:			
Title:	Signature:			
New Operator's License No.	Contact Person:			
New Operator's Name & Address:	Phone:			
The special of the second seco				
	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	is acknowledged as			
the new operator and may continue to inject fluids as authorized by	the new operator of the above named lease containing the surface pit			
Permit No.: Recommended action:				
. neconinencea action.	permitted by No.:			
Data	Data			
Date: Authorized Signature	Date:			
DISTRICT EPR	PRODUCTION UIC			

Side Two

Must Be Filed For All Wells

* Lease Name:			* Location:		
Well No.	API No. (YR DRLD/PRE '67)	Footage from Secti (i.e. FSL = Feet from S	on Line	Type of Well (Oil/Gas/INJ/WSW)	Well Status (PROD/TA'D/Abandoned)
		Circle FSL/FNL	<i>Circle</i> FEL/FWL		
	· -	FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
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		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		I JL/FINL	LL/ VVL		

A separate sheet may be attached if necessary

^{*} When transferring a unit which consists of more than one lease please file a separate side two for each lease. If a lease covers more than one section please indicate which section each well is located.

Side Two

Must Be Filed For All Wells

* Lease Name:			* Location:		
Well No.	API No. (YR DRLD/PRE '67)	Footage from Secti (i.e. FSL = Feet from S	on Line	Type of Well (Oil/Gas/INJ/WSW)	Well Status (PROD/TA'D/Abandoned)
		Circle FSL/FNL	<i>Circle</i> FEL/FWL		
	· -	FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
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A separate sheet may be attached if necessary

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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) CI	B-1 (Cathodic Protection Borehole Intent) T-1 (Transfer) CP-1 (Plugging Application)
OPERATOR: License #	Well Location:
Name:	SecTwpS. R 🗌 East 🗌 West
Address 1:	County:
Address 2:	Lease Name: Well #:
City: State: Zip: +	If filing a Form T-1 for multiple wells on a lease, enter the legal description of
Contact Person:	the lease below:
Phone: () Fax: ()	
Email Address:	
Surface Owner Information:	
Name:	
Address 1:	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
Address 2:	county, and in the real estate property tax records of the county treasurer.
City: State: Zip:+	_
are preliminary non-binding estimates. The locations may be entered. Select one of the following: I certify that, pursuant to the Kansas Surface Owner Notion owner(s) of the land upon which the subject well is or will	tank batteries, pipelines, and electrical lines. The locations shown on the plated on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted. The locations shown on the plated on the Form C-1 plat, or a separate plat may be submitted. The locations shown on the plated on the Form C-1 plat, or a separate plat may be submitted. The locations shown on the plated on the Form C-1 plat, or a separate plat may be submitted. The locations shown on the plated on the Form C-1 plat, or a separate plat may be submitted.
CP-1 that I am filing in connection with this form; 2) if the form; and 3) my operator name, address, phone number, for	orm being filed is a Form C-1 or Form CB-1, the plat(s) required by this ax, and email address.
KCC will be required to send this information to the surface). I acknowledge that, because I have not provided this information, the se owner(s). To mitigate the additional cost of the KCC performing this dress of the surface owner by filling out the top section of this form and the KCC, which is enclosed with this form.
If choosing the second option, submit payment of the \$30.00 hand form and the associated Form C-1, Form CB-1, Form T-1, or Form	dling fee with this form. If the fee is not received with this form, the KSONA-1 CP-1 will be returned.
I hereby certify that the statements made herein are true and corre	ect to the best of my knowledge and belief.
Date: Signature of Operator or Agent:	Title:

VGM/Thompson

Additional Surface Owners

IV T's, LLC 409 N Herrington Street Wichita, KS 67206

<u>ASSIGNMENT</u>

KNOW ALL MEN BY THESE PRESENTS:

That the undersigned, McGinness Oil Co., of KS, Inc., hereinafter referred to as Assignors, for and in consideration of One Dollar (\$1.00), the receipt whereof is hereby acknowledged, does hereby grant, sell, assign, transfer and set over unto, L & J Oil Properties, Inc., hereinafter referred to as Assignee, All of Assignor's rights, title and working interest, subject to royalty and overriding royalty interests of record in Kiowa County, Kansas set out in and to the Oil and Gas Leases described as follows:

Oil & Gas Lease dated April 25, 1991, by and between Elmer E. Davis and Laura J. Davis, husband and wife, Lessors, and McGinness Oil Company, Lessee, INSOFAR AND ONLY INSOFAR AS SAID LEASE COVERS the Northwest Quarter (NW/4) and the South 90 acres of the Northeast Quarter (S 90 ac NE/4) of Section 5, Township 28 South, Range 17 West; Kiowa County, Kansas containing 250 acres, more or less and recorded in the records at Book 20, Page 330 of the Register of Deeds of Kiowa County, Kansas.

Oil & Gas Lease dated May 8, 1992, by and between Viola G. McGinness, Trustee of the Viola G. McGinness Living Trust under trust Agreement dated 11/6/91, Lessors, and McGinness Oil Company, Lessee, INSOFAR AND ONLY INSOFAR AS SAID LEASE COVERS the North 70 acres of the Northeast Quarter (N 70 ac NE/4) of Section 5, Township 28 South, Range 17 West; Kiowa County, Kansas containing 250 acres, more or less and recorded in the records at Book 20, Page 379 of the Register of Deeds of Kiowa County, Kansas.

Oil & Gas Lease dated May 1, 1995, by and between Louie T. Keller, et al, Lessors, and McGinness Oil Company, Lessee, INSOFAR AND ONLY INSOFAR AS SAID LEASE COVERS Lot 3 (39.98 acres), Lot 4 (36.97 acres), Lot 5 (37.13 acres), Lot 6 (37.27 acres), Lot 7 (37.43 acres), the Southeast Quarter of the Northwest Quarter (SE/4 NW/4) and the East Half of the Southwest Quarter (E/2 SW/4) all in Section 6, Township 28 South, Range 17 West; Kiowa County, Kansas containing 250 acres, more or less and recorded in the records at Book 20, Page 705 of the Register of Deeds of Kiowa County, Kansas.

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

And for the same consideration the Assignor covenants with the Assignees, its or their heirs, successors, or assigns: That the Assignor is the lawful owner of and has good title to the interest above assigned in and to said leases, estates, rights and property, free and clear from all liens, encumbrances or adverse claims; That said leases are valid and subsisting leases on the land described above, and all rentals and royalties due thereunder have been paid and all conditions necessary to keep the same in full force have been duly performed. Effective January 1, 2020.

Executed this ______day of ___

McGinness Oil Co., of KS, Inc. Douglas H. McGinness II, President

STATE OF: Kunsas } county of: Sidguide } ss:

Before me the undersigned, a Notary Public, within and for the said County and State, on this day of <u>January</u>, 2020, personally appeared <u>Douglas H. McGinness II, President, for McGinness Oil Co., of KS, Inc., personally known to me to be the same person who</u> executed the within and foregoing instrument of writing and they duly 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 on the day and year

last above written.

DONNA L. MAY-MURRAY Notary Public - State of Kansas 9/2020

My Commission Expires:

SALT WATER DISPOSAL LEASE

of May, 2004, THIS SALT WATER DISPOSAL LEASE, made and entered into this

BY AND BETWEEN

IV Ts, LLC

AND

MCGINNESS OIL COMPANY OF KANSAS, INC.

"Operator"

WITNESSETH THAT:

WHEREAS, Lessor is the owner, as Lessor's interest appears of record, of the following described real property located in Kiowa County, Kansas, to wit:

The Southwest Southwest Northwest Quarter (SW SW NW) of Section 4, Township 28 South,

as is shown of record, which property is hereafter referred to for convenience as the "IV Ts Property"; and WHEREAS, Operator is the operator of the producing oil and gas leases covering Section 5, Township 28 South, Range 17 West, which leases are shown of record and are hereafter for convenience referred to as the "Production Leases." and Operator enters into this Salt Water Disposal Lease for itself and for and on behalf of the owners of the Production Leases and WHEREAS, Operator desires to convert the Aurora #1 Thompson well ("Disposal Well") located on the IV Ts Property in the SW SW NW of said Section 4, a dry hole drilled in March, 1955, into a salt water disposal well in the Arbuckle formation. It is the intent of Operator to commence operations after row crop harvested in the Fall of 2004.

NOW, THEREFORE, for and in consideration of the premises and the considerations recited herein, the parties agree as follows:

- the rules and regulations of the Kansas Corporation Commission and shall be disposed of into the Arbuckle Operator agrees that all disposal in the Disposal Well shall be made in accordance with ᆣ Formation.
- 2. Lessor hereby grants to Operator the right, privilege, and authority to dispose into Disposal Well salt water produced from the wells in the Production Leases. All such salt water shall be piped rather than trucked to the Disposal Well. Operator shall have the right by virtue of this Lease to use so much of the surface surrounding the Disposal Well as is reasonably necessary for the location of the equipment used in connection with such well, which area shall not exceed one acre.
- 3. During the life of this Lease, Operator shall have the right to lay such pipeline or lines as may be necessary across the IV Ts Property for the purpose of transporting salt water and fluids from the present Production Lease to the Disposal Well for disposal purposes, and shall also have the right of ingress contain overflow from the tanks or a leak in the tank shall be built and maintained in serviceable condition. and removing said pipelines and any equipment comprising or used in connection with the operation of the and egress over and across the Thompson Property for the purpose of constructing, maintaining, replacing, Disposal Well not to exceed an area of one acre. Roadways and grades necessary for ingress and egress shall be restricted and located as agreed upon by Lessor. Operator agrees that all pipelines will be buried below plow depth or will be laid above ground as many be required by Lessor. A diked area sufficient to
- of Lessor and with such additional rental as shall be agreed upon. Such monthly base rental amount shall increase 5% commencing on each 5th anniversary of this lease. The monthly rental shall be paid in advance on the first day of each month. In event no water is disposed into the Disposal Well from the Production Leases during the month for which advance rental has been paid, lessee shall so notify Lessor in writing month for each month in which salt water is disposed from the Production Leases into the Disposal Well. Such rental is based on the intended disposal of salt water from two oil wells and three gas wells. Additional water from other wells may be introduced into the Disposal Well only with the written consent Operator shall pay Lessor as rental for the rights granted hereunder the sum of \$700 per and such advance rental shall then be applied to the advance rental for the next month during which such

- grass, or to the IV Ts Property caused by its operations hereunder; provided however, rentals paid hereunder shall be in lieu of any crop or grass damages on the one acre surrounding the Disposal Well upon which the equipment used in connection with said well is located. Such damages shall be paid within a reasonable time after the damages have been incurred. It is specifically understood that nothing herein contained shall be construed as relieving Operator for any and all damages that might be sustained by Operator will also pay Lessor for any and all damages and injuries to growing crops, Lessor in the event Operator should not properly dispose of the salt water handled by Operator.
- upon the termination of this Lease, and shall them promptly remove from the premises any and all casing, pipes, materials, and equipment or other personal property placed thereon in connection with the Disposal Well. time by giving 30 days notice in writing of such termination. Operator shall promptly plug and abandon the Disposal Well in accordance with the rules and regulations of the Kansas Corporation Commission 6. This Lease shall commence on the date hereof and continue so long as water is being produced from the Production Leases, and Operator desires to dispose of water from Production Leases into the Disposal Well. Operator shall have the right to terminate this Salt Water Disposal Lease at any
- 7. It is further agreed that in event Operator fails to pay any rental when due hereunder, or breaches any of its covenants herein, this Lease shall terminate unless such delinquent rent or other breach is remedied within thirty (30) days after written notice from Lessor to Lessee of such delinquencies or breach.
- to IV Ts, LLC, Lessor, or may be mailed to it at 8907 E. Douglas, Wichita, KS 67207, or such other addresses as he may hereafter designate in writing. If notice is given to Operator, it may be either delivered or mailed to Operator at its principle office and place of business, addressed to it at 150 North Main, Suite 1026, Wichita, KS 67202, or such other place as may hereafter be designated in writing by Operator. either be delivered Any notices to be given hereunder shall be in writing. Notices to Lessor may
- This Salt Water Disposal Lease may not b e assigned by Operator without the prior written consent of Lessor.

IN WITNESS WHEREOF, the parties hereto have executed this Salt Water Disposal Lease on the day and year first above written.

IV Ts, LLC

THOMPSON, MANAGER G Ø WILLARD

"Lessor"

MCGINNESS OIL COMPANY OF KANSAS, INC. DOUGĽAS H. MCGINNESS, CEO

"Operator"

STATE OF KANSAS

04, bỳ

COUNTY }	This instrument was acknowledged before me on this 12 E day of May 20 WILLARD B. THOMPSON, MANAGER OF IV TS, LLC.	General a mollina	My appointment expires: 7-7-07:	STATE OF KANSAS }	SEDGWICK COUNTY }	This instrument was acknowledged before me on this 2 day of 1/2, 200 DOUGLAS H. MCGINESS, CEO of MCGINNESS OIL COMPANY OF KANSAS, INC a Kansa
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Mucan Corporation.

4, by

(Notary Public

My appointment expires:

DONNA L. MAY-MURRAY

Notery Public State of Kansas

ppt. Expires My Appt.