

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 _____

Must Be Filed For All Wells

KDOR Lease No.: _____

* Lease Name: _____ * Location: _____

| Well No. | API No. (YR DRLD/PRE '67) | Footage from Section Line (i.e. FSL = Feet from South Line) | | Type of Well (Oil/Gas/INJ/WSW) | Well Status (PROD/TA'D/Abandoned) |
|----------|------------------------------|--|--------------------------|-----------------------------------|--------------------------------------|
| | | <i>Circle</i> FSL/FNL | <i>Circle</i> FEL/FWL | | |
| _____ | _____ | _____ | _____ | _____ | _____ |
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| _____ | _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ | _____ |

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.

KANSAS CORPORATION COMMISSION
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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

KNOW ALL MEN BY THESE PRESENTS:

THAT the undersigned, **Charter Energy, Inc., (Operator); Zoller Heirs, LLC SPEC Oil and Royalty, Inc** hereinafter collectively referred to as Assignors, for and in consideration of the sum of Ten Dollars (\$10.00), cash in hand paid and other good and valuable consideration, the receipt of which is hereby acknowledged, does hereby sell, transfer, set over and convey unto **Patterson Energy, LLC**, 1023 Reservation Rd, Hays, KS 67601, hereinafter called Assignee, leasehold operations and all working interest (1.00000000 W.I.) (.82031250 N.R.I.) in the following Oil and Gas Lease:

Oil and Gas Lease dated March 24, 1953, from Walter W. Cook, et ux., Lessors, to M.A. Corkery, et al., Lessees, covering Lots Three (3), Four (4), and the South Half of the Northwest Quarter (S/2 NW/4) a/d/a Northwest Quarter (NW/4) of Section Two (2), Township Eleven (11) South, Range Twenty-one (21) West, Trego County, Kansas, recorded in Book III, Page 426, Register of Deeds Office, Trego County, Kansas

And

Salt Water Disposal Agreement recorded in Book 176, Page 510, Register of Deeds Trego County Ks.

together with all right, title and interest in and to all wells, permits, easements, licenses, servitudes, well equipment, tank batteries, flow lines, salt water disposal well, and personal property used or usable in connection with production of oil or gas from said lease, hereinafter together called "Assets";

THIS ASSIGNMENT AND BILL OF SALE IS MADE WITHOUT WARRANTIES, EXPRESSED OR IMPLIED IN FACT OR IN LAW, WHETHER OF TITLE, MERCHANTABILITY, FITNESS FOR ANY PARTICULAR PURPOSE, CONDITION OR SAFETY OF THE PROPERTY, COMPLIANCE WITH REGULATORY AND ENVIRONMENTAL REQUIREMENTS OR OTHERWISE.

ASSIGNEE HEREBY AGREES THAT IT HAS INSPECTED THE LEASES AND ASSOCIATED AGREEMENTS, WELLS, PERSONAL PROPERTY AND EQUIPMENT ASSIGNED AND CONVEYED HEREIN AND THAT IT ACCEPTS THE SAME "AS IS" AND "WITH ALL FAULTS". ASSIGNEE hereby agrees to assume all of ASSIGNOR'S responsibility for said wells, the casing and leasehold equipment in and on said wells, and all other personal property used on or in connection therewith on or after the effective date hereof, and ASSIGNEE agrees to protect, defend, indemnify and hold ASSIGNOR and its Directors, Officers, contractors, agents, employees and representatives free and harmless from and against any and all costs, expenses, claims, demands and causes of action of every kind and character arising out of, incident to, or in connection with the leases, land, wells, casing, leasehold equipment, and other personal property hereby conveyed, or ASSIGNEE'S or other parties' operations on said leases and said land, arising and occurring on or after the effective date hereof. ASSIGNOR agrees to indemnify and hold ASSIGNEE harmless from any and all claims or causes arising or occurring prior to the effective date hereof.

ASSIGNEE shall properly plug and abandon all wells herein assigned and shall clean and restore the surface at ASSIGNEE's expense and in accordance with the applicable lease provisions and State and

Federal laws, rules and regulations pertaining to the plugging and abandoning of such wells and the restoration of such surface.

THIS AGREEMENT and SALE is to be treated as an occasional sale, and no sales tax is being collected from ASSIGNEE. If, however, this transaction is later deemed to be other than an occasional sale, ASSIGNEE agrees to be solely responsible for any and all sales taxes due on equipment, material and property hereby assigned and sold, and ASSIGNEE shall remit such sales taxes to the property taxing authority.

ASSIGNORS shall pay all 2019 taxes assessed against the interests assigned.

ASSIGNEE agrees to perform all operations in compliance with all applicable local, state, Indian and Federal Laws, orders, rules and regulations, and to observe, perform and abide by all of the lease terms and provisions, express and implied, applicable to ASSIGNORS interest in the assigned premises. ASSIGNEE further agrees to secure the bonds, permits and other documents as required by the appropriate regulatory authority which are necessary to effectuate the transfer of interests hereby and/or to cause the release of ASSIGNORS continued liability as lessee or operator. The parties hereto agree to execute such additional documents or instruments as necessary to transfer ASSIGNORS interest in any State, Federal or Indian leases assigned hereby to ASSIGNEE.

ASSIGNEE accepts this transfer of leases and interests assigned hereby subject to any and all covenants in instruments in the chain of title and to any outstanding agreements, whether recorded or not, which may include but not be limited to agreements for options, leases, permits, rights-of-way, easements, water disposal systems, licenses, operating agreements and production sales agreements; and in this regard, ASSIGNEE assumes all duties and obligations associated with said outstanding agreements.

This Assignment may be executed in multiple counterparts, each being deemed an original.

EFFECTIVE: January _____, 2020.

CHARTER ENERGY, INC.

By 
STEVEN R. BAIZE, President

ZOLLER HEIRS, LLC

By 
JEFFERY R. ZOLLER, managing member

SPEC OIL AND ROYALTY, INC.

By *Steven R. Baize*
STEVEN R. BAIZE, President

PATTERSON ENERGY, LLC

By _____
Zachary Roy Patterson, managing member

STATE OF KANSAS, COUNTY OF BARTON: ss

The foregoing instrument was acknowledged before me this 23 day of January, 2020, by Steven R. Baize, President of **Charter Energy, Inc.**

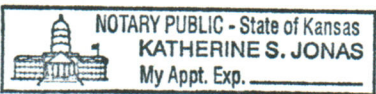


Katherine S. Jonas
Notary Public

My Appt. Expires: 11-13-2020

STATE OF KANSAS, COUNTY OF BARTON: ss

The foregoing instrument was acknowledged before me this 23 day of January, 2020, by Jeffery R. Zoller, managing member of **Zoller Heirs, LLC.**

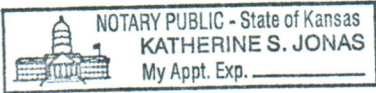


Katherine S. Jonas
Notary Public

My Appt. Expires: 11-13-2020

STATE OF KANSAS, COUNTY OF BARTON: ss

The foregoing instrument was acknowledged before me this 23 day of January, 2020, by Steven R. Baize, President of **SPEC Oil and Royalty, Inc.**



Katherine S. Jonas
Notary Public

My Appt. Expires: 11-13-2020

STATE OF KANSAS, COUNTY OF _____: ss

The foregoing instrument was acknowledged before me this ____ day of _____, 2020, by Zachary Roy Patterson, managing member of **Patterson Energy, LLC**.

My Appt. Expires:

Notary Public