

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 _____

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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 LEASES AND BILL OF SALE

KNOW ALL MEN BY THESE PRESENTS:

THIS ASSIGNMENT OF OIL AND GAS AND BILL OF SALE is dated and effective the 1st day of May, 2020.

WHEREAS, Edison Operating Company, LLC is the operator and the following listed names are the owners of the Oil and Gas Leases described on Exhibit "A" attached hereto and made a part hereof:

ASSIGNORS

CHAS A. NEAL & COMPANY	DEBBIE SCHMITT, LLC
EUGENE H. CAROTHERS	KENNETH R. CAROTHERS
JOHN BROWN	GREGORY J. GLEASON
BARRY TWOMEY	ARNOLD S HESS & PATRICIA L HESS FAMILY TRUST DTD 1-23-89
MAGNUM OIL & GAS, INC	BRYAN K. HESS FAMILY TRUST DTD 7-1-98
TERRY UNRUH	JETT RINK, LLC
ACE HIGH, LLC	DICK HESS FAMILY TRUST DTD 2-14-98
PENNY INVESTMENTS, LLC	TURTLE PRODUCTION, LLC
HUGOTON MINERALS, LLC	RED ROCKS, LLC
TATANKA INVESTMENTS, LLC	WH & AB SHEPHERD FAMILY TRUST
JOHN S. WEIR REVOCABLE TRUST	WIND RIVER INVESTMENTS, INC.

NOW, THEREFORE, for valuable consideration, the receipt and sufficiency of which is hereby acknowledged, ***THE UNDERSIGNED AS LISTED ABOVE***, hereinafter called Assignors, hereby sells, assigns, and transfers to **ELM III LLC**, an Oklahoma limited liability company, hereinafter called Assignee, all of its right, title, and interest in and to the Oil and Gas Leases and wells as described on Exhibit "A", together with all equipment and rights incident thereto or used or obtained in connection with the development and operation thereof.

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.

It is understood that Assignee will be responsible for the payment of any and all production, ad valorem or sales taxes due or payable for the period from and after the Effective Date hereof attributable to the interest conveyed herein.

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 LLC



David G. Withrow, Managing Partner
Assignor



Edward L. Markwell, III, President
Assignee

EXHIBIT "A"

**ASSIGNMENT OF OIL AND GAS LEASE AND BILL OF SALE DATED MAY 1, 2020 BY AND BETWEEN
EDISON OPERATING COMPANY, LLC, ETAL. AS ASSIGNORS AND ELM III LLC AS ASSIGNEE**

Nix #3-35 Well API (#15-175-20277) located in the SW NE NE of Sec. 04-T34S-R34W Seward Co., KS

Oil and gas lease dated December 18, 1975 between Hallie M. Nix, et al., Lessor and Energy Enterprises, Inc., Lessee, covering all formations and rights below 3,400 feet in the Northeast Quarter (NE/4) of Section 04, Township 34 South, Range 34 West, in Seward County, Kansas and recorded in Book 286 at Page 15 in the records of Seward County, Kansas.

Above oil and gas lease is subject to Declaration of Consolidation and Unitization dated May 10, 1976, covering all lands in Section 04, Township 34 South, Range 34 West, in Seward County, Kansas and as recorded in Book 288 at Page 269 in the records of Seward County, Kansas.

Both oil and gas leasehold rights insofar and only insofar as the following leases covers from a depth of 3,400 feet below the surface of the ground to a depth of 4,400 feet below the surface:

MARCH SWD #1 Well API (#15-175-20139) located in the S2 NW NE of Sec. 12-T33S-R34W Seward Co., KS
currently operated by American Warrior

Oil and gas lease dated December 15, 1966 between Laurel A. March, et al., Lessor and Lee Banks, Lessee, covering the West Half of the Northeast Quarter (W/2 NE/4) of Section 12, Township 33 South, Range 34 West, in Seward County, Kansas and recorded in Book 238 at Page 430 in the records of Seward County, Kansas.

MAUDE RUSTMAN #1 Well API (#15-175-20129) located in the NE SW SE Sec. 12-T33S-R34W Seward Co., KS
currently operated by American Warrior
RUSTMAN #1 Well API (#15-175-20090) located in the SW NE SE of Sec. 12-T33S-R34W Seward Co., KS
RUSTMAN #2 Well API (#15-175-20408) located in the SW NE NW SE of Sec. 12-T33S-R34W Seward Co., KS

Oil and Gas Lease dated February 26, 1944 between E.P. Rustman and Maude Rustman, his wife, Lessor and Fred C. Koch, Lessee, covering The Southeast Quarter (SE/4) of Section 12, Township 33 South, Range 34 West, in Seward County, Kansas and recorded in Book 1 at Page 591 in the records of Seward County, Kansas.

Above oil and gas lease is subject to Declaration of Consolidation and Unitization dated January 8, 1951, covering the South Half (S/2) and Northwest Quarter (NW/4) in Section 12, and the Southwest Quarter (SW/4) in Section 01, all in Township 33 South, Range 34 West, in Seward County, Kansas and as recorded in Book 106 at Page 168 in the records of Seward County, Kansas.

FINCHAM GAS UNIT 'B' #1 Well API (#15-175-10198) located in the E2 SW of Sec. 34-T34S-R33W Seward Co., KS

It is the intent of the Assignor to convey the leasehold rights in the following oil and gas leases insofar and only insofar as the leases cover the Southwest Quarter (SW/4) of Section 34, Township 34 South, Range 33 West:

Oil and Gas Lease dated April 26, 1962, from Albert Fincham et al, Lessor, to Pan American Petroleum Corporation, Lessee, covering all of that part of the West Half (W/2) of Section 34, Township 34 South, Range 33 West lying South and East of the North and West right-of-way line of U.S. Hwy 54 (it is the intention that the right-of-way for U.S. Hwy 54 be included as a part of this lease), less and except a tract containing 2.45 acres, more or less, described as beginning at a point located on the North side of the right-of-way of Blue Bell Road where said right-of-way intersects the South Right-of-way line of U.S. Hwy 54; thence in a north easterly direction along the South right-of-way line of U.S. Hwy 54, a distance of 450 feet; thence in a southeasterly direction at a right angle to Hwy 54 a distance of 300 feet; thence in a southwesterly direction parallel to Hwy 54 to the North right-of-way line of the Blue Bell Road; thence in a westerly direction along the North right-of-way line of the Blue Bell Road to a point of beginning; Said tract containing 2.45 acres, more or less, Seward County, Kansas, and recorded in Book 199 at Page 662.

Oil and Gas Lease dated June 6, 1962, from Mid-America Development, Lessor, to Pan American Petroleum Corporation, Lessee, covering All that portion of Section Thirty-four (34), lying between the center line of the main tract of the Chicago, Rock Island and Pacific Railway Company and the center line of the right-of-way of U.S. Hwy 54, less and except a tract of land conveyed by James R. Yoxall and others to Earl Simmonds, which tract is fully described in deed dated September 16, 1958, recorded in Book 167 at Page 403. Located in Township Thirty-four (34) South, Range Thirty-three (33) West, and containing 68.40 acres, more or less, Seward County, Kansas, and recorded in Book 200 at Page 226.

Oil and Gas Lease dated June 6, 1962, from National Service, Inc., Lessor, to Pan American Petroleum Corporation, Lessee, covering a tract located in Section Thirty-four (34), Township Thirty-four (34) South, Range Thirty-three (33) West of the 6th P.M., beginning at a point located on the North side of the right-of-way line of Blue Bell Road where said right-of-way intersects the South Right-of-way line of U.S. Hwy 54, thence, in a Northeasterly direction along the South right-of-way line of U.S. Hwy 54, a distance of 450 feet, thence, in a Southeasterly direction at a right angle to Hwy 54, a distance of 300 feet, thence, in a Southwesterly direction parallel to U.S. Hwy 54 to the North right-of-way line of the Blue Bell Road, thence, in a Westerly direction along the North right-of-way line of the Blue Bell Road to the point of beginning, Seward County, Kansas and recorded in Book 200 at Page 264.

Above stated oil and gas leases are subject to Declaration of Consolidation and Unitization dated November 5, 1962, covering all lands in Section 34, Township 34 South, Range 33 West, in Seward County, Kansas and as recorded in Book 202 at Page 269 in the records of Seward County, Kansas.

