

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 _____

Side Two

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)
		Circle FSL/FNL	Circle 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

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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: _____

STATE OF Ks)
COUNTY OF Crawford) SS:

This instrument was signed and acknowledged before me on this 26 day of August, 2020, by Robert Allen Honey, Manager/Member of Jayhawk Exploration, LLC.

Tamara Baker
NOTARY PUBLIC

My Appointment Expires: 12/20/23

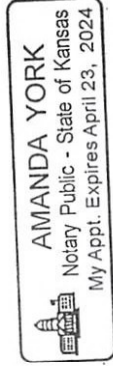


STATE OF KANSAS)
COUNTY OF MONTGOMERY) SS:
Crawford)

This instrument was signed and acknowledged before me on this 21 day of August, 2020, by Mark A. Smith d/b/a MS Drilling.

Amanda York
NOTARY PUBLIC

My Appointment Expires: April 23, 2024





STATE OF KANSAS, NEOSHO COUNTY, SS
KATHY MILNER, REGISTER OF DEEDS

Book: 548 Page: 456

Receipt #: 1023407
Pages Recorded 4

Recording Fee: \$72.00

Kathy Milner

Date Recorded: 8/28/2020 2:15:45 PM

ASSIGNMENT AND BILL OF SALE

KNOW ALL MEN BY THESE PRESENTS:

That the undersigned, Jayhawk Exploration, LLC, a Texas limited liability company (hereinafter "Assignor"), for Ten Dollars (\$10.00) and other valuable consideration cash in hand paid by Mark A. Smith d/b/a MS Drilling (hereinafter "Assignee"), has and does hereby sell, transfer, assign and convey unto the Assignee, 100% working interest in and to the following described oil and gas lease located in Neosho County, Kansas, to wit:

LESSOR: Leo L. Venneman, et ux.
LESSEE: V.A. Smith, et al.
DATE: July 6, 1948
RECORDED: Book 29M, Page 193
PROPERTY: The Southeast Quarter (SE/4) of Section 15,
Township 29S, Range 21E of the 6th PM, Neosho
County, Kansas

Wells and Equipment

The interest hereby assigned includes all of the wells, wellbores, casing, pipe, pumps, downhole equipment, pump jacks, lead lines, tank battery, separator, electrical wires and connections, and other equipment located on and used or usable in connection with the oil and gas lease assigned.

Overriding Royalties

The oil and gas lease is subject to the following overriding interests:

- (i) A 10 year term overriding royalty of 5% of 8/8^{ths} (.050000 net revenue interest) reserved pursuant to assignment dated January 12, 2012, recorded at Book 457, Page 273, in the office of the Register of Deeds of Neosho County, Kansas; and
- (ii) Overring royalty of 12.5% of 8/8^{ths} (.125000 net revenue interest) increasing to 17.5% of 8/8^{ths} (.175000 net revenue interest) upon the expiration of the term described in (i), above, reserved pursuant to assignment dated July 2, 2013, recorded at Book 476, Page 666, in the office of the Register of Deeds of Neosho County, Kansas.

Net Revenue Interest Conveyed

For clarity, the net revenue interest associated with the 100% working interest hereby conveyed is 70% of 8/8^{ths} (.700000 net revenue interest) after taking into account the lessor's 1/8th (.125000 net revenue interest) royalty and the overriding royalties hereinabove described.

Effective Time

This Assignment and Bill of Sale is effective for all purposes as of 12:01 a.m. on _____, ____, 2020 (the "Effective Time").

Revenues

Assignor shall be entitled to all revenues (subject to landowner's royalty and the overriding royalties) up to the Effective Time. Assignee shall be entitled to all revenues (subject to landowner's royalty and the overriding royalties) from and after the Effective Time.

Expense

Assignor shall pay all expense associated with the ownership and operation of the oil and gas lease up to the Effective Time. Assignee shall pay all expense associated with the ownership and operation of the oil and gas lease from and after the Effective Time.

Utilities

All utility services shall be transferred to Assignee as of the Effective Time. If the meters are not read precisely at the Effective Time, the interim billing shall be prorated. Assignee shall be responsible for any security deposits required by utility providers.

Ad Valorem Taxes

Assignor shall pay all ad valorem taxes assessed against the property sold for 2019 and prior years. Taxes for 2020 shall be prorated to the Effective Time based upon the amount of the 2019 assessment.

Condition

The property is sold "As Is, Where Is" without warranty as to fitness, condition, suitability, performance, future performance, productivity or reserves.

Compliance

Assignee assumes, and agrees to perform and fulfill, all regulatory and lease compliance obligations with respect to the plugging of wells, restoration of surface, and environmental remediation, and shall defend, indemnify and hold harmless the Assignor from any loss, cost or expense in connection therewith.

Operatorship

Assignor and Assignee shall immediately execute and file with the Kansas Corporation Commission form T-1's, Transfer of Operator, designating Assignee (or its designee) as successor operator of the subject oil and gas lease.

IN WITNESS WHEREOF, this Assignment and Bill of Sale is executed by the Assignor and Assignee this ___ day of August, 2020.

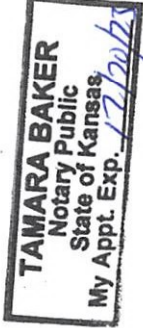
Assignor
Jayhawk Exploration, LLC

By: [Signature]
William L. Haynes, Manager/Member

By: [Signature]
Robert Allen Honey, Manager/Member

Assignee
[Signature]
MARK A. SMITH, d/b/a MS Drilling

STATE OF ks)
COUNTY OF Crawford) SS:



This instrument was signed and acknowledged before me on this 26 day of August, 2020, by William L. Haynes, Manager/Member of Jayhawk Exploration, LLC.

[Signature]
NOTARY PUBLIC

My Appointment Expires: 12/20/25