

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

Form T-1
April 2019
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: _____

Date: _____

Signature: _____

New Operator's License No. _____

Contact Person: _____

New Operator's Name & Address: _____

Phone: _____

New Operator's Email: _____

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: _____

_____ is acknowledged as
the new operator of the above named lease containing the surface pit
permitted by No.: _____.

Date: _____
Authorized Signature

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, BILL OF SALE AND CONVEYANCE

THE STATE OF KANSAS §
 § KNOW ALL MEN BY THESE PRESENTS THAT:
COUNTY OF CHAUTAUQUA §

THIS ASSIGNMENT, BILL OF SALE AND CONVEYANCE (this "Assignment") is executed by FIDELITY ENERGY, INC., a Delaware corporation, whose address is 4439 West 12th Street, Houston, Texas 77055 and JOHN M. DENMAN OIL CO. (hereinafter called "Assignor"), to KANSAS ENERGY COMPANY, LC, a Kansas limited liability company, whose address is P.O. Box 68, Sedan, Kansas 67361 (hereinafter called "Assignee"), dated effective as of July 10, 2013 at 12:01 AM (said hour and day being hereinafter called the "Effective Time").

ARTICLE I
CONVEYANCE OF OIL AND GAS PROPERTIES

Assignor, for Ten and no/100ths Dollars (\$10.00) and other good and valuable consideration in hand paid by Assignee, the receipt and sufficiency of which consideration is hereby acknowledged and confessed, by these presents does hereby GRANT, BARGAIN, SELL, ASSIGN, TRANSFER, SET OVER and DELIVER unto Assignee all of Assignor's interest in the following described properties (hereinafter sometimes collectively called the "Properties"):

(a) All of Assignor's right, title and interest in and to (i) the lands, oil, gas and/or mineral leases including any amendments and ratifications thereto, leasehold estates, fee interests, royalty interests, mineral interests, reversionary interests, overriding royalty interests and all other oil and gas interests described on Exhibit A attached hereto (collectively, the "Leases") and (ii) any wells and related units described on Exhibit A hereto and thereto (collectively, the "Wells"), together with each and every kind and character of right, title, claim or interest which Assignor has in and to the lands covered by any of the foregoing (all of Assignor's right, title and interest in and to the Wells, the Leases and the other oil and gas interests described above, is hereafter collectively called the "Subject Interests" and all of the lands covered by the Subject Interests are herein referred to as the "Lands"); and

(b) All of Assignor's right, title and interest in and to or derived from the following insofar as the same are attributable to or are used or

useful in connection with the ownership and operation of the Subject Interests:

(i) all unitization, communitization and pooling designations, declarations, agreements and orders covering oil, gas and/or other liquid or gaseous hydrocarbons (collectively, the "Hydrocarbons") in or under the Lands or any portion thereof and the units and pooled or communitized areas created thereby;

(ii) all easements, rights-of-way, surface leases, permits, licenses, servitudes or other interests;

(iii) all well bores, equipment, facilities and other personal property, fixtures and improvements situated upon the Lands or used or held for use in connection with the ownership, exploration, development or operation of the Subject Interests or the Lands or the production, treatment, storage, compression, processing or transportation of Hydrocarbons from or in the Subject Interests or the Lands (collectively, the "Equipment") including, but not limited to, all wells, well equipment, casing, tanks, gas separation and field processing units, crude oil, condensate or products in storage or in pipelines, boilers, buildings, tubing, pumps, motors, fixtures, machinery and other personal property, pipelines, gathering systems, power lines, telephone lines, roads, gas processing plants, inventory, remote monitoring equipment and software (if assignable) and other improvements used in the operation thereof;

(iv) all oil and gas sales, purchase, exchange and processing contracts and agreements, farmout or farm-in agreements, joint operating agreements, seismic agreements, and other contracts and agreements insofar as the same affect or relate to the Subject Interests or the Lands or any part thereof (including, without limitation, all rights and benefits of Assignor thereunder in respect of gas production or processing imbalances);

(v) with the exception of all financial, tax and legal records of Assignor (which are hereby excluded from the Properties), all lease files, land files, well files, gas and oil sales contract files, gas processing files, division

order files, abstracts, title opinions, and all other books, files and records, information and data (including prohibited by existing contractual obligations with third parties), and all rights thereto, of Assignor insofar as the same are related to any of the Subject Interests or Lands;

(vi) all Hydrocarbons produced from or attributable to the Subject Interests and attributable to the period from and after the Effective Time, or with respect to any such Hydrocarbons sold after the Effective Time, Assignor's right to receive the proceeds of such sales; and

(vii) all causes of action and choses in action of Assignor in, to and under or derived from all agreements and contractual rights, easements, rights-of-way, servitudes and other estates to the extent relating to Subject Interest or any other items described above.

TO HAVE AND TO HOLD the Property, together with all and singular appurtenances, privileges and rights in any way belonging or pertaining thereto, unto Assignee and its successors and assigns, subject to the matters set forth above.

ARTICLE II
WARRANTY OF TITLE: PERMITTED ENCUMBRANCES

Section 2.1. No Warranty of Title. Assignor does hereby assign all right, title and interest owned by Assignor to Assignee but this Assignment is made without warranty expressed or implied.

Section 2.2. Personal Property. The Equipment is assigned to Assignee "AS IS, WHERE IS, AND SUBJECT TO ALL FAULTS". WITHOUT LIMITING THE GENERALITY OF THE FOREGOING, (a) ASSIGNOR EXPRESSLY DISCLAIMS AND NEGATES AS TO PERSONAL PROPERTY AND FIXTURES (i) ANY IMPLIED OR EXPRESS WARRANTY OF MERCHANTABILITY, (ii) ANY IMPLIED OR EXPRESS WARRANTY OF FITNESS FOR A PARTICULAR PURPOSE, (iii) ANY IMPLIED OR EXPRESS WARRANTY AS TO CONDITION AND (iv) ANY IMPLIED OR EXPRESS WARRANTY OF CONFORMITY TO MODELS OR SAMPLES OF MATERIALS, AND (b) ASSIGNEE WAIVES ANY AND ALL COVENANTS, REPRESENTATIONS OR WARRANTIES, WHETHER EXPRESSED OR IMPLIED, OR ARISING AT COMMON LAW, BY STATUTE OR OTHERWISE, WHICH RELATE TO THIS ASSIGNMENT OR THE PROPERTIES, EXCEPT FOR THE SPECIAL WARRANTY OF TITLE SET FORTH BELOW.

Section 2.3. Subrogation. Assignor hereby subrogates and substitutes the Assignee to: (a) any and all audits, claims, demands or causes of action which may have accrued to, or be held by, Assignor attributable to the Property; (b) covenants, representations or warranties made by the Assignor's predecessors in title, or contractors or subcontractors providing goods and services with respect to the Property; and (c) all rights accruing to the Assignor under statutes of limitation, prescription or repose with respect to the Property.

ARTICLE III
MISCELLANEOUS

Section 3.1. Further Assurances. Assignor covenants and agrees to execute and deliver to Assignee all such other and additional instruments and other documents and will do all such other acts and things as may be necessary more fully to assure to Assignee or its successors or assigns, all of the respective properties, rights and interests herein and hereby granted or intended to be granted, including without limitation, executing separate assignments of individual oil, gas and mineral leases or interests therein, which are included in the Properties and which are necessary to facilitate the recognition of Assignee's ownership of the Properties.

Section 3.2. Successors and Assigns. All of the provisions hereof shall inure to the benefit of and be binding upon the respective successors and assigns of Assignor and Assignee. All references herein to either Assignor or Assignee shall include their respective successors and assigns.

Section 3.3. Counterparts and Severance. This Assignment may be executed in several original counterparts, all of which are identical, except that, to facilitate recordations, there are omitted from certain counterparts those property descriptions on Exhibit A which contain descriptions of property located in recording jurisdictions other than the jurisdiction in which the particular counterpart is to be recorded. Each such counterpart hereof shall be deemed to be an original instrument, but all such counterparts shall constitute but one and the same assignment. If any term or provision of this Assignment is held to be illegal, invalid and unenforceable, that term or provision shall be fully severable, this Assignment shall be construed and enforced as if the term or provision had never comprised a part of this Assignment, the remaining terms and provisions of this Assignment shall remain in full force and effect, and the other Assignments (or counterparts) shall not be affected.

IN WITNESS WHEREOF, the parties hereto have caused this Assignment to be executed on the dates of their respective acknowledgments set forth below, to be effective, however, as of the Effective Time.

FIDELITY ENERGY, INC

By [Signature]
James B. Humphrey, Jr.,
President

JOHN M. DENMAN OIL CO.

By [Signature]

-ASSIGNOR-

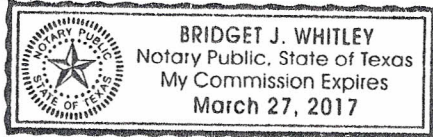
STATE OF Texas)
) ss.
COUNTY OF Harris)

Before me, the undersigned, a notary public, in and for said County and State, on this 9th day of July, 2013, personally appeared James B. Humphrey, Jr., as President, to me known to be the identical person who subscribed the name of the maker hereof to the within and foregoing instrument and acknowledged to me that he executed the same as his free and voluntary act and deed for Fidelity Energy, Inc., for the uses and purposes therein set forth.

Given under my hand and seal of office the day and year last above written.

Bridget Whitley
Notary Public

(seal)



STATE OF Texas)
) ss.
COUNTY OF Harris)

Before me, the undersigned, a notary public, in and for said County and State, on this 9th day of July, 2013, personally appeared James B. Humphrey, Jr., as President, to me known to be the identical person who subscribed the name of the maker hereof to the within and foregoing instrument and acknowledged to me that he executed the same as his free and voluntary act and deed for John M. Denman Oil Co., for the uses and purposes therein set forth.

Given under my hand and seal of office the day and year last above written.

Bridget Whitley
Notary Public

(seal)

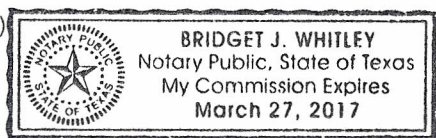


Exhibit A

All described lands are in Chautauqua County, State of Kansas.

Moore Lease

Oil and Gas Lease dated September 13, 2006 between Jim Moore, Lessor and Fidelity Energy, Lessee recorded in the Office of the Register of Deeds at Book 136, Page 464, insofar as said lease covers the following described real estate, to wit:

SW/4, Section 3, Township 34S, Range 11E, and that part of the NW/4 of Section 3 Township 34S, R11E, Chautauqua County, Kansas, described as follows: Beginning at the Northeast corner of the SW/4 of said Section 3, thence running North to the center of the channel of Deer Creek, thence up the channel of said creek following the meanderings thereof, to a point in the center of said channel 23.60 rods west of a point on said quarter section line 80.50 rods north of the Southeast corner, thence West 3 rods, thence West 25° South, 6.20 rods, Thence South 41° West 49.60 rods, thence West 94.20 rods to the West line of the NW/4 of said Section 3, thence South 40 rods, thence East to the place of beginning, except the following described tract of land: Beginning at a point 40 rods North and 18 rods East of the Southwest corner of the NW/4 of said Section 3, thence East 554 feet, thence South to the North line of the Missouri Pacific railroad right of way, thence westward along said North line to a point 18 rods East of the West line of said NW/4, thence North 19 rods to the place of beginning, containing 3 acres more or less,

Commencing at a point 40 rods North of the South line and 67 rods East of the West line of the NW/4 of Section 3, Township 34S, Range 11E, running Thence North 54 Rods, thence East 13 rods, thence North 3.60 rods, thence East 50 rods to the center of Deer Creek, thence Southerly down the channel of said Deer Creek to a point 23.60 rods West of a point on the East line of said quarter section, 80.50 rods North of the Southeast corner thereof, thence West 3 rods, thence West 25° South 6.20 rods, thence South 41° West 49.50 rods, thence West 27.20 rods to the place of beginning, containing 17 acres more or less, also the South 14³/₄ acres of a tract commencing at the Northeast corner of said quarter section, thence

West 80 rods, thence South 60 rods, thence East 80 Rods, thence North 60 rods to the place of beginning Less one-half acre in the Northeast corner and less The part thereof platted as Gilman's Addition to Sedan, and excepting a tract commencing at the point 40 rods North of the South line and 67 rods East of the West line of the NW/4 of Section 3, Township 34S Range 11E, thence North 54 rods, thence East 150 feet, Thence South 54 rods, thence West 150 feet to the place of beginning.

The North 33 acres of the NW/4 of the NW/4 of Section 3, Township 34S, R11E, Chautauqua County, Kansas.

Beginning 40 rods North of the Southwest Corner of the NW/4 of Section 3, Township 34S, Range 11E, thence North 54 rods, thence East 67 rods, thence South 54 rods, Thence West 67 rods to the place of beginning excepting a track of land used for cemetery purposes of approximately 2 acres, and also a tract deeded to Chautauqua County of approximately 1 1/2 acres.

Further excepting a tract of land commencing at the Northwest Corner of the NW/4 of Section 3, Township 34S, Range 11E, in the center of the U.S. Highway 166, running thence South 460 feet, thence East 475 feet, thence North 460 feet, thence West 475 feet to the point of beginning, containing five acres more or less.

ALSO EXCEPT: Commencing 73 rods North of the Southwest Corner of the NW/4 of Section 3, Township 34S, Range 11E Running thence North 30 feet, thence East 236.25 feet, thence South 574.5 feet, thence West 30 feet, thence East 236.25 feet, North 544.5 feet, thence West 206.25 feet to the place of Beginning, being a strip of land 30 feet wide on the east side of the Cemetery and property owned by Chautauqua County, Kansas.

Moore Lease (other):

Oil and Gas Lease covering the following described real estate:

The E/2 NW/4 of Section 26, Township 34 South, Range 10 East

Swallow:

Oil and Gas Lease covering the following described real estate:

The S/2 of the NE/4 and the N/2 of the SE/4, less the East 70 acres and less 5 acres in the SW/4 of the N/2 of the SE/4 of Section 6, Township 34 South, Range 12 East

Charles Casement:

The NW/4 SW/4 and the N/2 SW/4 and the SW/4 NE/4 SW/4 of Section 33, Township 33 South, Range 11 East

Albert Casement:

The NE/4, less the W/2 of the NE/4 lying South and West of center of Middle Caney River in Section 5, Township 34 South, Range 11 East, the SE/4 SE/4 and the W/2 SE/4 lying East of Caney River, and 35 acres off the NE/4 of the SW/4 lying North of Caney River in Section 32, Township 33 South, Range 11 East

Beck Lease:

Oil and Gas Lease dated April 11, 1902 between Mrs F Beck and George Beck, her husband, Lessors and E. B. Skinner, Lessee filed of record on October 14, 1902 in the office of the Register of Deeds, Chautauqua County, Kansas at Book F Page 474 covering the following described real estate:

Lots 3, 4, 5 and 6, Section 1, Township 35 South, Range 11 East of the 6th P.M., Chautauqua County, Kansas, covering 160 acres more or less.

County Poor Farm Lease:

Oil and Gas Lease Dated October 4, 1894 between Board of County Commissioners, of Chautauqua County, Lessor and Sedan Mining, Gas & Oil Company, Lessee filed of record on October 4, 1894 in the office of the Register of Deeds, Chautauqua County, Kansas at Book D Page 125 covering the following described real estate:

SE/4 and E/2 NW/4 and W/2 NE/4, Section 10, Township 34, Range 12, containing 320 acres.

Haney-Johnston Lease:

Oil and Gas Lease Dated April 17, 1920 and filed on June 22, 1920 between Haney and Johnson, Lessors and The Prairie Oil & Gas Co, Lessees filed of record on June 22, 1920 in the office of the Register of Deeds, Chautauqua County, Kansas at Book W Page 330 covering the following described real estate:

East Half of Northwest quarter, Section 22, Township 34, Range 12, containing 70 acres more or less

Hatfield Lease:

Oil and Gas Lease Dated April 1, 1905, from Otto C. Herman, Lessor, to Hatfield Oil and Gas Co., Lessee, recorded in Book L of Leases at Page 601, insofar as said lease covers the following described real estate, to wit:

The Southwest Quarter of Section 36, Township 34 South, Range 11, East of the 6th P.M., containing 160 acres, more or less.

Conley Lease:

Oil and Gas Lease Dated March 12, 1902, from J. C. Conley and _____ Conley, his wife, (Lease executed by Ollie), Lessors to Wm. Geiser, Lessee, recorded in Book G at Page 183, insofar as said lease covers the following described real estate, to wit:

The Northwest Quarter of the Southeast Quarter of Section 15, Township 34 South, Range 12, East of the 6th P.M., containing 40 acres.

Newman Lease:

Oil and Gas Lease Dated November 19, 1911 between I. M. Newman and Amanda Newman, husband and wife, Lessors and Sterling Oil and Gas Company, Lessee, recorded in the Office of the Register of Deeds in Book R Page 195 insofar as said lease covers the following described real estate, to wit:

The East Half and the Southwest Quarter of Southeast Quarter of Section Twelve (12) Township Thirty five (35) South, Range Nine (9) East, excepting two and one half (2 ½) acres containing 117 ½ acres, more or less.

Also the East Half and the East Half of West Half of Section Thirteen (13), Township thirty five (35) South, Range Nine (9) East, containing 420 acres, more or less;

Also the Southwest Quarter and the West Half of Southeast Quarter and the South Half of North Half of Section Eighteen (18), Township Thirty five (35) South, Range Ten (10) East, containing 345 acres, more or less.

Also, Three (3) acres of the Northwest corner of the Southwest Quarter of Section Seven (7), Township Thirty five (35) South, Range Ten (10) East, containing in all 885 ½ acres, more or less, and lying and being in Chautauqua County, Kansas.

Keenan Lease:

Oil and Gas Lease Dated November 19, 1907 from Bruce L. Keenan and wife, Lessors to W. F. Lemmon, Lessee, recorded in Book N of Miscellaneous Records at Page 152, insofar as said lease covers the following described real estate, to wit:

The Northeast Quarter (NE/4), Section 34, Township 34 south, Range 10, East of the 6th P.M.

Johnson Lease:

Oil and Gas Lease filed August 20, 1917 from G.G. Johnson and Mary Ellen Johnson, his wife, Lessors to J. P. Tabler, Lessee, recorded in Book 0 of Leases at Page 8, insofar as said lease covers the following described real estate, to wit:

The Southeast Quarter (SE/4), Section 27, Township 34 South, Range 10 East of the 6th P.M., containing 160 acres.

Bird Lease:

(also included in Simpson Trust #46 Lease)

Oil and Gas Lease Dated March 21, 2006 between Mary D. Simpson Revocable Vivos Trust Dated 25 Sept 1998 and Paul Simpson, Jr. Revocable Inter Vivos Trust Dated 25 Sept 1998, Lessor and John M Denman Oil Co., Inc, Lessee, recorded in the Office of the Register of Deeds in Book 131, Page 168 insofar as said lease covers the following described real estate, to wit:

The South Half of the Southeast Quarter (S/2 SE4), Section 23, Township 34, Range 10, East of the 6th P.M. Chautauqua County, Kansas.

County Poor Farm "A" Lease:

Oil and Gas Lease Dated October 4, 1894 from The Board of County Commissioners, Chautauqua County, Kansas, Lessor, to Sedan Mining Gas & Oil Company, Lessee, recorded in Book D at Page 125, insofar as said lease covers the following described real estate, to wit:

The West Half of the Northeast Quarter and the East Half of the Northwest Quarter and the Southeast Quarter of Section 10, Township 34 South, Range 12 East of the 6th P.M.

Pennell Lease:

Oil and Gas Lease filed May 21, 1903 from Sarah Pennell, Anna Sirbaugh and Wm. F. Sirbaugh, Lessors, to D. W. Longwell, Lessee, recorded in Book K of Miscellaneous Records at Page 88, insofar as said lease covers the following described real estate, to wit:

Lots 1, 2, 7 and 8 of Section 1, Township 35 South, Range 11, East of the 6th P.M., containing 160 acres.

Lowe Lease

Oil and Gas Lease Dated November 2, 1903, from Julia A. Lowe, Lessor, to Interstate Oil & Gas Company, Lessee, recorded in Book K at Page 601, insofar as said lease covers the following described real estate, to wit:

The Northeast Quarter of the Southwest Quarter and the North Half of the Southeast Quarter of the Southwest Quarter and the Southeast Quarter of the Southeast Quarter of the Southwest Quarter of Section 10, and the East Half of the Northeast Quarter Of the Northwest Quarter, excepting and reserving there from four acres off the South side thereof and also a tract of land described as follows: Commencing 16 rods North of the Southeast Corner of said Northeast Quarter of the Northwest Quarter and running Thence West 5 rods, thence North 6 rods, thence East 5 rods Thence South 6 rods to beginning, also the Northwest Quarter of the Northeast Quarter, excepting there from a tract bounded as follows: Commencing at the Southwest Corner of said Northwest Quarter of the Northeast Quarter and running thence North 22 rods, thence East 10 rods, thence South 22 rods, thence West 10 rods to beginning in Section 15, Township 34 South, Range 12, East of the 6th P.M., containing in all 124 acres, more or less

Walter Lease:

Oil and Gas Lease Dated July 21, 1983, from Alice M. Walter, Lessor, to John M. Denman Oil Co., Lessee, recorded in Book 57 of Leases at Page 58, insofar as said lease covers the following described real estate, to wit:

The Northwest Quarter of Section 3, Township 34 South, Range 11, East of the 6th P.M., lying East of Deer Creek, excepting six (6) separate tracts of land

Peru Farm Lease:

Oil and Gas Lease Dated March 3, 1938 from Peru Oil and Gas Company, Lessor, to Sinclair Prairie Oil Company, Lessee, recorded in Book 12 at Page 291, insofar as said lease covers the following described real estate, to wit:

The Southeast Quarter, and the East Half of the Southwest Quarter of Section 31, Township 33 South, Range 12 East of the 6th P.M., and Lots 1 and 2 the North Half of the Northwest Quarter of Section 6, Township 34 South, Range 12, East of the 6th P.M., containing 2300 acres, more or less.

Gregg Lease:

Oil and Gas Lease Dated October 16, 1912, from Joshua Gregg and Margaret E. Gregg, his wife, Lessors, to Samuel C. Tucket, Calvin W. Flord, John Denman, Jr., and Arthur Denman, Lessees, recorded in Book C at Page 220, insofar as said lease covers the following described real estate, to wit:

The West Half of the Southwest Quarter of Section 14; All of Section 15; the Northeast Quarter and the East Half of the Northwest Quarter, and the Southeast Quarter, and the East Half of the Southwest Quarter of Section 21; All of Section 22; the West Half of the Northwest Quarter and the West Half of the Southwest Quarter of Section 23; the Northwest Quarter of the Northwest Quarter of Section 26; the North Half of the Northeast Quarter, the Northwest Quarter of Section 27; the East Half of the Southeast Quarter of the Northeast Quarter of Section 28; All in Township 33 South, Range 11 East of the 6th P.M.

McCall Lease:

Oil and Gas Lease Dated June 18, 1952, from Floyd McCall and Ethel McCall, his wife, Lessors, to W. H. Burden, Lessee, recorded in Book 13 of Leases at Page 136 insofar as said lease covers the following described real estate, to wit:

The North Half of the Southwest Quarter (N/2 SW/4), Section 17, Township 33 South, Range 10, East of the 6th P.M., containing 80 acres more or less.

J. A. Smith Lease:

Oil and Gas Lease Dated June 25, 1952, from J. A. Smith and Arah M. Smith, his wife, Lessors, to B. W. Taggart, Lessee, recorded in Book 16 of Leases at Page 124, insofar as said lease covers the following described real estate, to wit:

The South Half of the Southwest Quarter of Section 17, and the Northwest Quarter of the Northwest Quarter of Section 20, Township 33 South, Range 10, East of the 6th P.M., containing 120 acres, more or less.

W. W. Smith Lease:

Oil and Gas Lease Dated October 28, 1953, from W. W. Smith, et al, Lessors, to Roscoe Mendenhall, Lessee, recorded in Book 16 of Leases at Page 382, insofar as said lease covers the following described real estate, to wit:

The East Half of the Northwest Quarter, the Southwest Quarter of the Northwest Quarter, and the North Half of the Southwest Quarter of Section 20, Township 33 South, Range 10, East of the 6th P.M., containing 200 acres.

Goode A Lease:

Oil and Gas Lease Dated February 5, 1952, from Claudie Goode and Hazel Goode, his wife, Lessors to W. H. Burden, Lessee, recorded in Book 13 of Leases at Page 137, insofar as said lease covers the following described real estate, to wit:

The South Half of the Northwest Quarter (S/2 NW/4), Section 17, Township 33 South, Range 10, East of the 6th P.M., containing 80 acres.

Keith Lease:

Oil and Gas Lease Dated November 10, 1954 between Carolee Keith and Kenneth Keith, her husband, Lessor and Deering J. Marshall, Lessee, recorded in Book 19, Page 311 insofar as said lease covers the following described real estate, to wit:

Southeast quarter of Section 20, Township 33, Range 10, containing 160 acres.

Ella Spire Lease:

Oil and Gas Lease Dated September 1, 1911, from Ambrose Spire and Ella F. Spire, his wife, Lessors, to Arthur G. Denman, et al, Lessees, recorded in Book B of Leases at Page 357, insofar as said lease covers the following described real estate, to wit:

The West Half of the Southeast Quarter of Section 27, Township 34, Range 11 East in Chautauqua County, Kansas;

The second being dated February 4, 1907 and leasing the East half of the Southwest Quarter of Section 27, Township 34, Range 11 East in Chautauqua County, Kansas;

The third being dated April 16, 1907 and leasing the Northeast Quarter of Section 34, Township 34, Range 11 East in Chautauqua County, Kansas;

The fourth being dated March 1, 1909 and leasing the West Half of the Northwest Quarter of Section 35, Township 34, Range 11 East in Chautauqua County, Kansas.

Albright Lease

(Part of the Simpson Trust #45 Lease)

Oil and Gas Lease Dated March 21, 2006 between Mary D. Simpson Revocable Vivos Trust Dated 25 Sept 1998 and Paul Simpson, Jr. Revocable Inter Vivos Trust Dated 25 Sept 1998, Lessor and John M Denman Oil Co., Inc, Lessee, recorded in the Office of the Register of Deeds in Book 131, Page 164 insofar as said lease covers the following described real estate, to wit:

The Northwest Quarter, the Southwest Quarter of the Northeast Quarter, the West Half of the Southeast Quarter and the East Half Of the Southwest Quarter of Section 15 EXCEPT A tract conveyed To the Secretary of Transportation of the State of Kansas (Bk. 94, Deeds, P. 303) described as a tract of land in the West Half of the Southeast Quarter of said Section 15 described as beginning at The Southwest Corner of said quarter section; first course, thence On an assumed bearing of North 89 degrees 21 minutes 41 Seconds East, 1,312.40 feet along the South line to the Southeast Corner of the West Half of said quarter section; second course, Thence North 01 degree 20 minutes 08 seconds West, 192.98 feet Along the East Line of the West Half of said quarter section; third Course, thence North 89 degrees 54 minutes 18 seconds West, 6.72 feet; fourth course, thence South 75 degrees 07 minutes 07 Seconds West, 394.46 feet; fifth course, thence on a curve of 5,569.58 feet radius to the right, and arc distance of 637.70 feet With a chord which bears South 85 degrees 57 minutes 17 Seconds West, 637.35 feet' sixth course, thence South 89 degrees 12 minutes 33 seconds West, 243.98 feet; seventh course, thence **South 00** degrees 46 minutes 21 seconds East, 27.49 feet; eighth Course, thence South 89 degrees 21 minutes 41 seconds West, 41.30 feet to a point of the West Line 30.00 feet North of the Southwest Corner of said quarter section; ninth course, thence South 01 degree 26 minutes 31 seconds East, 30.00 feet along Said West Line to the Place of Beginning, said exception containing 1.79 acres, more or less, exclusive of the existing highway; and The North Half of Section 16; All in Township 34 South, Range 11, East of the 6th P.M., Chautauqua Kansas

Blundell Lease:

Oil and Gas Lease Dated November 18, 1902, from Mary A. Blundell, Lessor, to L. A. Lockwood and Company, Lessee, recorded in Book G of Miscellaneous Records at Page 49, insofar as said lease covers the following described real estate, to wit:

The East Half of the Southeast Quarter of Section 36, Township 34 South, Range 11 East of the 6th P.M. containing 80 acres.

Dunham Lemon Lease:

Oil and Gas Lease Dated July 19, 1895 between John Dunham and wife, Lessor and M. P. Cullianon, Lessee, recorded in the Office of the Register of Deeds in Book D Page 176, and Oil and Gas Lease between Denman Land & Cattle Company, LLC, Lessor, and John M. Denman Oil

Co., Inc., Lessee, recorded in the Office of the Register of Deeds Book 135 at Page 582 on January 19, 2007, insofar as said leases cover the following described real estate, to wit:

E/2 SE/4 and SW/4 SE/4 and SE/4 SW/4 of Section 25, Township 34, Range 11 East; N/2 NW/4 except NW/4 NW/4 thereof, and NE/4 of Section 36, Township 34, Range 11 East, all in Chautauqua County, State of Kansas

Ellexson Lease:

Oil and Gas Lease Dated February 17, 1903 from Jerre Ellexson and Mary A. Elleson, his wife, Lessors, to D. W. Longwell, Lessee, recorded in Book K of Miscellaneous Records at Page 92, insofar as said lease covers the following described real estate, to wit:

The West Half of the Southeast Quarter, Section 36, Township 34 South, Range 11 East of the 6th P.M., containing 80 acres.

Hann Lease

Oil and Gas Lease Dated June 19, 1912 between Ernest H. Hann and Manda Hann, his wife, Lessors and W. A. Newman, Lessee, recorded in the Office of the Register of Deeds in Book B, Page 484, insofar as said lease covers the following described real estate, to wit:

Southeast Quarter of Section 35, Township 34, Range 11, containing 160 acres.

Fleischer Lease

Also listed in the Simpson Trust #46 Lease

Oil and Gas Lease Dated April 23, 1903 from H. C. Fleisher and Mary M. Fleisher, his wife, Lessors, to C. J. Burson, Lessee, recorded in Book H of Miscellaneous Record at Page 523, insofar as said lease covers the following described real estate, to-wit:

Section 7, Township 35 South, Range 10 East of the 6th P.M.; Lot 3, Section 7, Township 35 South Range 10 East of the 6th P.M., except a tract described as follows: Commencing at the Northwest corner of said Lot running thence East about 26 rods to The center of Buzzard Creek, thence up Buzzard Creek 32 rods to The West line of said Lot, thence North about 18 rods to the place Of beginning. Also Lot 4, and the East half of the Southwest Quarter of said Section 7, except that part North of the Public Road off the North end of the East half of said Southwest Quarter Section 7, containing 2 acres, more or less.

Also, a wedge shaped parcel in the Southeast Quarter of Northeast Quarter of Section 7, Township 35 South, Range 10 East of the 6th P.M., beginning at the northwest corner of the

East Half of the Northeast Quarter of the Southeast Quarter, thence North to low Water mark on South Side of Big Caney River; thence Southeasterly to North Line of South Half of said Section 7, thence West to point of beginning

The Southeast Quarter of Section Seven (7), except a tract Described as follows: Beginning at the Northeast corner of the Northwest Quarter of the Southeast Quarter of said Section 7, Running thence North 13 chains and 30 links to low water mark On south side of Big Caney River, thence Southeasterly along the low Water mark of said river 17.03 chains; thence south 1.25 chains To North margin of the County Road; thence in a Northwesterly Direction along the margin of said road to the west line of said Tract; thence north to the place of beginning. Also, except a tract Described as follows: Beginning at the Northeast corner of Northwest Quarter of Southeast Quarter of Section 7, running thence South On East line of Northwest Quarter of Southeast Quarter of Said Section 7, 15 rods to Public Road, thence in a Northwesterly Direction along said road 43 rods to where it intersects with North line Of said Northwest Quarter of Southeast Quarter of said Section 7, Thence East on North line of said Northwest Quarter of Southeast Quarter of said Section 7, 40 rods to place of beginning.

And, except that part of Northeast Quarter of Southeast Quarter North Of low water mark on North Side of Big Caney River in Section 7, Township 35 South, Range 10 East of the 6th P.M.

Ogle Lease

Oil and Gas Lease Dated September 30, 1944 from A. F. Ogle and Bertha N. Ogle, his wife, and B.M. Athey and Rosa B. Athey, his wife, Lessors, to Denman Brothers, a firm composed of Arthur G. Denman and John Denman, Jr., Lessee, recorded in Book 13 of Leases at Page 45, insofar as said lease covers the following described real estate, to-wit:

The South East Quarter of the Southwest Quarter and the South Half of the Southeast Quarter of Section 28, and the North Half of the Northeast Quarter of Section 33, all in Township 34 South, Range 11, East of the 6th P.M., containing 200 acres more or less.

Pearl M. Burden Lease:

Oil and Gas Lease Dated August 1, 1955 between Pearl M. Burden, a widow, Lessor and F. B. Jenson, Lessee, recorded in the Office of the Register of Deeds in Book 21, Page 112, insofar as said lease covers the following described real estate, to wit:

Northeast Quarter of Section 19 and the South Half of the Southeast Quarter of Section 18, all in Township 33 South, Range 10 East of the 6th P.M., containing 240 acres, more or less.

Eggen Lease

Oil and Gas Lease Dated June 12, 1952, from P. F. Eggen and Maude Blanche Eggen, his wife, Lessors, to B. W. Taggart, Lessee, recorded in Book 16 of Leases at Page 122, insofar as said lease covers the following described real estate, to wit:

The Northeast Quarter of Section 17, Township 33 South, Range 10, East of the 6th P.M. and containing 160 acres more or less.

Goode B Lease

Oil and Gas Lease Dated January 26, 1952, from Emmit Goode and Wanda Goode, his wife, Lessors, to W. J. Burden, Lessee, recorded in Book 13 of Leases at Page 135, insofar as said lease covers the following described real estate, to wit:

The Southeast Quarter (SE/4), Section 17, Township 33 South, Range 10, East of the 6th P.M., containing 158 $\frac{3}{4}$ acres, more or less.

Wintermute Lease

Also included in the Simpson Trust #47

Oil and Gas Lease Dated March 21, 2006 between Mary D. Simpson Revocable Vivos Trust Dated 25 Sept 1998 and Paul Simpson, Jr. Revocable Inter Vivos Trust Dated 25 Sept 1998, Lessor and John M Denman Oil Co., Inc, Lessee, recorded in the Office of the Register of Deeds in Book 131, Page 161 insofar as said lease covers the following described real estate, to wit:

All of the East Half of the Northeast Quarter and the Northwest Quarter of the Southeast Quarter lying East of the County Road, In Section 35, EXCEPT A tract described as follows: A tract of land Commencing at a point in the center of County Road 14, 470 feet North of the South line of the Northeast Quarter of the Southeast Quarter of Section 35, Township 33 South, Range 10 East of the 6th P.M., Chautauqua County, Kansas, running thence North Along the center line of said County Road 14, a distance of 172.0 Feet, thence East 490.0 feet, thence South 172.0 feet, thence West 490.0 feet, more or less, to the point of beginning containing 1.98 Acres, more or less.

The Southwest Quarter, the West Half of the Southeast Quarter And the Southeast Quarter of the Southeast Quarter of Section 36; All in Township 33, South, Range 10, East of the 6th P.M., Chautauqua County, Kansas; and

Spurlock Lease

Oil and Gas Lease Dated February 4, 1903 from Oscar K. Spurlock and Clellor Spurlock, his wife, Lessors to D. W. Longwell, Lessee, recorded in Book G of Miscellaneous Records at Page 585, insofar as said Lease covers the following:

The Southwest Quarter of Section 31, Township 34 South, Range 12 East of the 6th P.M., containing 160 acres, more or less.

Floyd-Denman Lease Listed in the Simpson Trust #45 Lease

Oil and Gas Lease Dated March 21, 2006 between Mary D. Simpson Revocable Vivos Trust Dated 25 Sept 1998 and Paul Simpson, Jr. Revocable Inter Vivos Trust Dated 25 Sept 1998, Lessor and John M Denman Oil Co., Inc, Lessee, recorded in the Office of the Register of Deeds in Book 131, Page 164 insofar as said lease covers the following described real estate, to wit:

N/2 NW/4 and SW/4 NW/4, Section 21, Township 34, Range 11, containing 160 acres, more or less.

NW/4 NW/4, Section 28, Township 34, Range 11, containing 44.5 acres, more or less.

N/2 and N/2 SE/4 and SW/4, Section 33, Township 34, Range 11,

Beginning 4088.3' East of the NW/Corner, of the SW/4, Section 20; Thence Southwesterly 906.2', Southerly 668.5' Southeasterly 521.3', Southwesterly 825.6' to the South line of said Section 20; Thence East to the SE/Corner SE/4, North to the point of Beginning, Section 20, Township 34, Range 11, containing 98 acres more or less.

Beginning at the SE/Corner N/2 of Section 29; thence West to the Centerline of Section; thence South to SW/Corner SE/4, West 2022.4', Northerly 2408.2', Southeasterly 806.2', Northeasterly 3495.4' to North line of Section; thence East to NE/Corner of Section; thence South to point of beginning, Section 29, Township 34, Range 11, containing 251.5 acres more or less.

N/2 of Sec. EXCEPT Beginning at the NW/Corner Sec. East 625.6' Southwesterly 2891' to the West Ln Sec. North to Point of Beginning; E/2 S/4; SE/4, Section 32, Township 34, Range 11

Beginning 179' S of the NE/Corner N/2 SE/4 to SE/Corner N/2 SE/4, West 150' Northeasterly 1118' to Point of Beginning, Section 31, Township 34, Range 11, containing 2 acres, more or less.

Athey Lease

Listed in the Simpson Trust #45 Lease

Oil and Gas Lease Dated March 21, 2006 between Mary D. Simpson Revocable Vivos Trust Dated 25 Sept 1998 and Paul Simpson, Jr. Revocable Inter Vivos Trust Dated 25 Sept 1998, Lessor and John M Denman Oil Co., Inc, Lessee, recorded in the Office of the Register of Deeds in Book 131, Page 164 insofar as said lease covers the following described real estate, to wit:

N/2 and N/2 SE/4 and SW/4, Section 33, Township 34, Range 11, containing 567.2 acres, more or less.

Simpson Trust Lease #45

(includes Bird, Albright, Floyd-Denman and Athey Leases)

Oil and Gas Lease Dated March 21, 2006 between Mary D. Simpson Revocable Vivos Trust Dated 25 Sept 1998 and Paul Simpson, Jr. Revocable Inter Vivos Trust Dated 25 Sept 1998, Lessor and John M Denman Oil Co., Inc, Lessee, recorded in the Office of the Register of Deeds in Book 131, Page 164 insofar as said lease covers the following described real estate, to wit:

The Northwest Quarter, the Southwest Quarter of the Northeast Quarter, the West Half of the Southeast Quarter and the East Half Of the Southwest Quarter of Section 15 EXCEPT A tract conveyed To the Secretary of Transportation of the State of Kansas (Bk. 94, Deeds, P. 303) described as a tract of land in the West Half of the Southeast Quarter of said Section 15 described as beginning at The Southwest Corner of said quarter section; first course, thence On an assumed bearing of North 89 degrees 21 minutes 41 Seconds East, 1,312.40 feet along the South line to the Southeast Corner of the West Half of said quarter section; second course, Thence North 01 degree 20 minutes 08 seconds West, 192.98 feet Along the East Line of the West Half of said quarter section; third Course, thence North 89 degrees 54 minutes 18 seconds West, 6.72 feet; fourth course, thence South 75 degrees 07 minutes 07 Seconds West, 394.46 feet; fifth course, thence on a curve of 5,569.58 feet radius to the right, and arc distance of 637.70 feet With a chord which bears South 85 degrees 57 minutes 17 Seconds West, 637.35 feet' sixth course, thence South 89 degrees 12 minutes 33 seconds West, 243.98 feet; seventh course, thence **South 00** degrees 46 minutes 21 seconds East, 27.49 feet; eighth Course, thence South 89 degrees 21 minutes 41 seconds West, 41.30 feet to a point of the West Line 30.00 feet North of the Southwest Corner of said quarter section; ninth course, thence South 01 degree 26 minutes 31 seconds East, 30.00 feet along Said West Line to the Place of Beginning, said exception containing 1.79 acres, more or less, exclusive of the existing highway; and The North Half of Section 16; All in Township 34 South, Range 11, East of the 6th P.M., Chautauqua Kansas

Section 21, Township 34, Range 11

N/2 NW/4 and SW/4 NW/4 (116.6 acres more or less)

Section 28, Township 34, Range 11 NW/4 NW/4 (44.5 acres more or less)

Section 33, Township 34, Range 11

N/2 and N/2 SE/4 and SW/4 (567.2 acres more or less)

Section 20, Township 34, Range 11

Beginning 4088.3' East of the NW/Corner of the SW/4, Section 20; Thence Southwesterly 906.2'; Southerly 668.5'; Southeasterly 521.3'; Southwesterly 825' to the South line of said Section 20; Thence East to the SE/Corner SE/4; North to the point of Beginning (98 acres more or less)

Section 29, Township 34, Range 11

Beginning at the SE/Corner N/2 of Section 29; thence West to the Centerline of Section; thence South to SW/Corner SE/4; West 2022.4'; Northerly 2408.2'; Southeasterly 806.2'; Northeasterly 3495.4' to North line of Section; thence East to NE/Corner of Section; thence South to point of beginning (251.5 acres more or Less)

Section 32, Township 34, Range 11

N/2 of Sec EXCEPT Beginning at the NW/Corner Sec; East 625.6'; Southwesterly 2891' to the West Ln Sec; North to Point of Beginning; And the NW/4 SW/4, the E/2 of the SW/4 and the SE/4 (593.9 acres More or less)

Section 31, Township 34, Range 11

Beginning 179'S of the NE/Corner N/2 SE/4; then South to SE/Corner N/2 SE/4; West 150'; Northeasterly 1118' to Point of beginning (2 acres More or less)

Simpson Trust #46

(includes Fleischer and Bird Leases)

Oil and Gas Lease Dated March 21, 2006 between Mary D. Simpson Revocable Vivos Trust Dated 25 Sept 1998 and Paul Simpson, Jr. Revocable Inter Vivos Trust Dated 25 Sept 1998, Lessor and John M Denman Oil Co., Inc, Lessee, recorded in the Office of the Register of Deeds in Book 131, Page 168 insofar as said lease covers the following described real estate, to wit:

Description: The South Half of the Southeast Quarter of Section 23;
The South Half of the Northwest Quarter, the Southwest Quarter Of the Northeast Quarter, the West Half of the Southeast Quarter And the North Half of the Southwest Quarter of Section 25;

The Northeast Quarter and the East Half of the Southeast Quarter Of Section 26; and

The East Half of the Northeast Quarter of Section 35;

All in Township 34 South, Range 10, East of the 6th P.M., Chautauqua County, Kansas

Section 7, Township 35 South, Range 10 East of the 6th P.M.; Lot 3, Section 7, Township 35 South Range 10 East of the 6th P.M., except a tract described as follows: Commencing at the Northwest corner of said Lot running thence East about 26 rods to The center of Buzzard Creek, thence up Buzzard Creek 32 rods to The West line of said Lot, thence North about 18 rods to the place Of beginning. Also Lot 4, and the East half of the Southwest Quarter of said Section 7, except that part North of the Public Road off the North end of the East half of said Southwest Quarter Section 7, containing 2 acres, more or less.

Also, a wedge shaped parcel in the Southeast Quarter of Northeast Quarter of Section 7, Township 35 South, Range 10 East of the 6th P.M., beginning at the northwest corner of the East Half of the Northeast Quarter of the Southeast Quarter, thence North to low Water mark on South Side of Big Caney River; thence Southeasterly to North Line of South Half of said Section 7, thence West to point of beginning

The Southeast Quarter of Section Seven (7), except a tract Described as follows: Beginning at the Northeast corner of the Northwest Quarter of the Southeast Quarter of said Section 7, Running thence North 13 chains and 30 links to low water mark On south side of Big Caney River, thence Southeasterly along the low Water mark of said river 17.03 chains; thence south 1.25 chains To North margin of the County Road; thence in a Northwesterly Direction along the margin of said road to the west line of said Tract; thence north to the place of beginning. Also, except a tract Described as follows: Beginning at the Northeast corner of Northwest Quarter of Southeast Quarter of Section 7, running thence South On East line of Northwest Quarter of Southeast Quarter of Said Section 7, 15 rods to Public Road, thence in a Northwesterly Direction along said road 43 rods to where it intersects with North line Of said Northwest Quarter of Southeast Quarter of said Section 7, Thence East on North line of said Northwest Quarter of Southeast Quarter of said Section 7, 40 rods to place of beginning.

And, except that part of Northeast Quarter of Southeast Quarter North Of low water mark on North Side of Big Caney River in Section 7, Township 35 South, Range 10 East of the 6th P.M.

Section 8, Township 35 South, Range 10 East of the 6th P.M. The Northwest Quarter of the Southwest Quarter in Section 8, Township 35 South, Range 10 East of the 6th P.M., except that part Lying north of the low water mark on north side of Big Caney River.

Section 12, Township 35 South, Range 9 East of the 6th P.M. Also, a tract of land described as follows: Beginning on the East line of The Northeast Quarter of the Southeast Quarter of Section 12, Township 35 South, Range 9 East of the 6th P.M. in the center of Buzzard Creek, thence south On said section line about 18 rods, thence west about 13 rods to the center of Buzzard Creek, thence down the center of said Creek about 22 rods to the Place of beginning.

Section 18, Township 35 South, Range 10 East of the 6th P.M.. The Northeast Quarter of the Northwest Quarter, and Lot 1, and North Half Of Northeast Quarter, all in Section 18, Township 35 South, Range 10 East of the 6th P.M.

Simpson Trust #47

Includes Wintermote and Scott Leases

Oil and Gas Lease Dated March 21, 2006 between Mary D. Simpson Revocable Vivos Trust Dated 25 Sept 1998 and Paul Simpson, Jr. Revocable Inter Vivos Trust Dated 25 Sept 1998, Lessor and John M Denman Oil Co., Inc, Lessee, recorded in the Office of the Register of Deeds in Book 131, Page 161 insofar as said lease covers the following described real estate, to wit:

All of the East Half of the Northeast Quarter and the Northwest Quarter of the Southeast Quarter lying East of the County Road, In Section 35, EXCEPT A tract described as follows: A tract of land Commencing at a point in the center of County Road 14, 470 feet North of the South line of the Northeast Quarter of the Southeast Quarter of Section 35, Township 33 South, Range 10 East of the 6th P.M., Chautauqua County, Kansas, running thence North Along the center line of said County Road 14, a distance of 172.0 Feet, thence East 490.0 feet, thence South 172.0 feet, thence West 490.0 feet, more or less, to the point of beginning containing 1.98 Acres, more or less.

The Southwest Quarter, the West Half of the Southeast Quarter And the Southeast Quarter of the Southeast Quarter of Section 36; All in Township 33, South, Range 10, East of the 6th P.M., Chautauqua County, Kansas; and

The Northwest Quarter and the North Half of the Northeast Quarter of Section 1, Township 34 South, Range 10, East of the 6th P.M. Chautauqua County, Kansas.

The Northwest Quarter and the South Half of the Northeast Quarter and The South Half of Section 11;

The North Half and the North Half of the Southwest Quarter of Section 14; and The Southeast Quarter of Section 15;

All in Township 34 South, Range 10, East of the 6th P.M., Chautauqua County, Kansas
Name of Record Owner: Simpson Family

Bowman Lease:

Oil and Gas Lease Dated March 28, 2007 between Edwin Bowman and Georganne Bowman, husband and wife, Lessor and John M. Denman Oil Co., Inc, Lessee, recorded in the Office of the

Register of Deeds in Book 136, Page 336, insofar as said lease covers the following described real estate, to wit:

The East Half of the Southeast Quarter (E/2 SE/4) lying South of the River and the Southwest Quarter of the Southeast Quarter (SW/4 SE/4) of Section 3, Township 34S, Range 12, Chautauqua County, Kansas

That part of the West Half of the Southwest Quarter (W/2 SW/4) of Section 2 lying South of the center Of the North Caney River, Township 34S, Range 12, Chautauqua County, Kansas

That part of the East Half of the Southwest Quarter (E/2 SW/4) of Section 2 lying South of the center of The North Caney River and that part of the West Half of the Southeast Quarter (W/2 SE/4) of said Section 2 lying South of the center of the North Caney River, all in Township 34S, Range 12, Chautauqua County, Kansas

The North 16 rods of the West Half of the Northeast Quarter (W/2 NE/4) and the East Half of the Northeast Quarter (E/2 NE/4) of Section 10, Township 34S, Range 12, Chautauqua County, Kansas

The Northwest Quarter (NW/4) and the West Half of the Northeast Quarter (W/2 NE/4) of Section 11, Township 34S, Range 12, Chautauqua County, Kansas

All of the above lying East of the 6th Principal Meridian in Chautauqua County, Kansas.

Hills Lease

Assignment of an Oil and Gas Lease Dated November 9, 2006 between Timothy A. Hills and Cynthia D. Hills, Husband and wife, Lessor, and John M Denman Oil Company, Inc., Lessee, recorded in the Office of the Register of Deeds in Book 134, Page 103, insofar as said lease covers the following described real estate, to wit:

The South Half of the Southeast Quarter (S/2 SE/4) of Section 15, and the Northeast Quarter (NE/4) of Section 22, all in Township 34 South, Range 12 East, of the 6th P.M. covering 240 acres more or less located in Chautauqua County, Kansas