KOLAR Document ID: 1605254

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:	1			
Oil Lease: No. of Oil Wells**	Effective Date of Transfer: KS Dept of Revenue Lease No.:			
Gas Lease: No. of Gas Wells**				
Gas Gathering System:	Lease Name:			
Saltwater Disposal Well - Permit No.:				
Spot Location:feet from N / S Line	SecTwpRE \[V \]			
feet from E /W Line	Legal Description of Lease:			
Enhanced Recovery Project Permit No.:				
Entire Project: Yes No	County:			
Number of Injection Wells**	Production Zone(s):			
Field Name:	Injection Zone(s):			
** Side Two Must Be Completed.	injection Zene(e).			
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:			
	Date:			
Title:	Signature:			
New Operator's License No	Contact Person:			
New Operator's Name & Address:	Phone:			
	Oil / Gas Purchaser:			
New Operator's Email:	Date:			
	Signature:			
Title:	Signature.			
Acknowledgment of Transfer: The above request for transfer of injection	authorization, surface pit permit # has been			
noted, approved and duly recorded in the records of the Kansas Corporation	Commission. This acknowledgment of transfer pertains to Kansas Corporation			
Commission records only and does not convey any ownership interest in the	above injection well(s) or pit permit.			
is acknowledged as	is acknowledged as			
the new operator and may continue to inject fluids as authorized by	the new operator of the above named lease containing the surface pit			
Permit No.: Recommended action:	permitted by No.:			
Date:	Date:			
Authorized Signature	Authorized Signature			
DISTRICT EPR	PRODUCTION UIC			
I				

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Side Two

Must Be Filed For All Wells

KDOR Lease No.:					
* Lease Name: * Location:					
Well No.	API No. (YR DRLD/PRE '67)	Footage from Sec (i.e. FSL = Feet from		Type of Well (Oil/Gas/INJ/WSW)	Well Status (PROD/TA'D/Abandoned)
		<i>Circle:</i> FSL/FNL	Circle: FEL/FWL _		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL _		
		FSL/FNL	FEL/FWL _		
		FSL/FNL	FEL/FWL _		
		FSL/FNL	FEL/FWL _		
		FSL/FNL	FEL/FWL _		
		FSL/FNL	FEL/FWL _		
		FSL/FNL	FEL/FWL _		
		FSL/FNL	FEL/FWL _		
		FSL/FNL	FEL/FWL _		
		FSL/FNL	FEL/FWL _		
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	_	FSL/FNL	FEL/FWL _		
		FSL/FNL	FEL/FWL _		
		FSL/FNL	FEL/FWL _		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
		FSL/FNL	FEL/FWL		
			FEL/FWL _		
		FSL/FNL	FEL/FWL _		
		FSL/FNL	FEL/FWL _		

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.

KOLAR Document ID: 1605254

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	3-1 (Cathodic Protection Borehole Intent) T-1 (Transfer) CP-1 (Plugging Application)		
OPERATOR: License #	Well Location:		
Name:	· — — —		
Address 1:	County:		
Address 2:	Lease Name: Well #:		
City:	3		
Contact Person:	the lease below:		
Phone: () Fax: ()	_		
Email Address:			
Surface Owner Information:			
Name:			
Address 1:	sheet listing all of the information to the left for each surface owner. Surface owner information can be found in the records of the register of deeds for the		
Address 2:	the state of the s		
City:	_		
	tank batteries, pipelines, and electrical lines. The locations shown on the plated on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted.		
owner(s) of the land upon which the subject well is or will be	ce Act (House Bill 2032), I have provided the following to the surface be located: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form rem being filed is a Form C-1 or Form CB-1, the plat(s) required by this ex, and email address.		
KCC will be required to send this information to the surface	I acknowledge that, because I have not provided this information, the e owner(s). To mitigate the additional cost of the KCC performing this ress of the surface owner by filling out the top section of this form and he KCC, which is enclosed with this form.		
If choosing the second option, submit payment of the \$30.00 handl form and the associated Form C-1, Form CB-1, Form T-1, or Form C	lling fee with this form. If the fee is not received with this form, the KSONA-1 CP-1 will be returned.		
I hereby certify that the statements made herein are true and correct	ct to the best of my knowledge and belief.		
Date: Signature of Operator or Agent:	Title:		

CONTRACT OF SALE AND PURCHASE

THIS AGREEMENT, made and entered into this 26 day of November 2020, by and between JACK D. RASMUSSEN and MARGARET A. RASMUSSEN, trustees of the JACK D. RASMUSSEN and MARGARET A. RASMUSSEN FAMILY TRUST; JOHN L. WIEDMER and NORMA D. WIEDMER, as individuals and trustees of the JOHN L. WIEDMER and NORMA D. WIEDMER FAMILY TRUST; JEROME WIEDMER and VONDA WIEDMER, husband and wife; JOSEPH MICHAEL GERLEMAN; KIMBERLY B. MICKELSON; BARBARA HOUGH; and PATRICK HOUGH, hereinafter referred to as SELLERS, and DBD OIL LLC; THOMAS L. and SUSAN M. STEINLAGE, husband and wife; ROBERT and JANE NICHOLS, husband and wife; and TRAVIS BALLARD, a single person, hereinafter referred to as BUYERS.

WITNESSETH:

WHEREAS, SELLERS are the owners, of the following described operator's interest in the subject oil and gas leases situated in Greenwood County, Kansas, to-wit:

All outstanding operators' interest totaling .8476563 (of 8/8ths) in the following lease:
Oil and gas lease dated May 26, 1920, from W.T. Pixlee, as lessor, to Empire Gas and Fuel Co., as lessee, recorded in Book 7 of Leases at Page 463, in so far as said lease covers the West Half of the Northwest Quarter (W/2 NW/4) of Section 8, Township 22 South, Range 10 East, Greenwood County, Kansas.

and

All outstanding operators' interest totaling .8339843 (of 8/8ths) in the following lease:
Oil and gas lease dated May 26, 1920, from W.T. Pixlee, et us, as lessors, to Empire Gas and Fuel Company, as lessee, recorded in Book 7 of Leases at Page 463, in so far as said

lease covers the East Half of the Northwest Quarter (E/2 NW/4) of Section 8, Township 22 South, Range 10 East, Greenwood County, Kansas.

together with all the currently existing equipment on above leases itemized in Exhibit "A".

WHEREAS, SELLERS desire to sell said operators' interest in the above described subject oil and gas leases to BUYERS, and BUYERS desires to purchase said operators' interest in the above subject oil and gas leases, together with all current equipment on site from SELLERS upon the following terms and conditions:

NOW, THEREFORE, in consideration of the mutual promises and agreements herein contained, the parties agree as follows:

- SELLERS shall sell to BUYERS, and BUYERS shall purchase from SELLERS the above described operators' interest in the subject oil and gas leases and equipment.
- 2. The total purchase price for the above-described operator's interest in the subject oil and gas leases and equipment is Six Hundred Thousand Dollars (\$600,000.00) which shall be paid by BUYERS to SELLERS in the following manner:
 - a. The sum of Six Hundred Thousand Dollars (\$600,000.00) upon the closing of this transaction, which shall occur as soon as possible.
- 3. Upon execution of this Agreement, and final loan approval for DBD Oil LLC and Robert and Jane Nichols, the parties shall cause the following documents to be completed for closing:
 - a. An executed copy of this Agreement;

- b. Good and sufficient oil and gas lease assignments conveying the above-described operators' full and total interest and equipment from SELLERS to DBD Oil, LLC, free and clear of all encumbrances, except easements and restrictions of record.
 - i. DBD Oil LLC will then execute assignments to the balance of the BUYERS in the following percentages which said percentages are of the operators' interest share conveyed herein and not of 8/8ths:

DBD Oil LLC 51%
Thomas L. and Susan M. Steinlage 23.17554%
Robert and Jane Nichols 23.17554%
Travis Ballard 2.64892%

- c. A signed commitment for title insurance policy from a title company authorized to do business in Kansas.
- d. A bill of sale to all equipment.
- e. That following closing SELLERS' operating entity, R&W Energies, shall approve the T-1 transfer forms through the Kansas Corporation Commission's KOLAR system to complete the operational transfer of the lease with the State of Kansas and provide any information regarding the monthly injection of barrels per month to allow BUYERS to complete the required UC3 filings covering calendar year 2020. Said T-1 and UC3 forms shall be prepared by DBD Oil LLC.
- f. That SELLERS agree the purchase price of \$600,000 shall be dispersed as follows:

Jack D. Rasmussen and Margaret A. Rasmussen Family Trust: 27.0834% which is \$162,500.40

John L. Wiedmer and Norma D. Wiedmer Family Trust: 27.0834% which is \$162,500.40

Jerome Wiedmer:

14.5833% which is \$87,499.80

Joseph Michael Gerleman:

14.5833% which is \$87,499.80

Kimberly B. Mickelson:

4 1666% which is \$24,999.60

Barbara Hough:

4.1667% which is \$25,000.20

Patrick Hough:

8.3333% which is \$49,999.80

Total \$600,000.00

- 4. SELLERS shall maintain each lease's production in "paying quantities" until the date of closing. Further, SELLERS shall not allow any mechanic liens to attach and will provide a no lien statement to BUYERS at the time of closing.
- 5. Taxes and assessments for the calendar year 2019 and all preceding years shall be paid by SELLERS. Taxes and assessments for the calendar year 2020 shall be pro-rated as of the date of closing, based on the 2019 taxes. Taxes and assessments for all succeeding years shall be paid by BUYERS.
- 6. Possession of all property covered by the terms of this Contract shall be given by SELLERS to BUYERS on the date of closing and BUYERS shall immediately transfer all electric meters to the name of DBD Oil LLC following closing.

- No assignment of this Contract shall be made without the written consent of SELLERS.
- 8. Except as hereinbefore provided, BUYERS accept possession of the above-described operator's interest in the subject oil and gas lease and the equipment located thereon in its "AS IS CONDITION". It is understood and agreed between the parties that SELLERS make no warranties except SELLERS do warrant the terms of the respective leases have been complied with and said leases are in full force and effect. BUYERS shall rely only on their own inspections of all equipment and the producing capacity of the leases as to each lease's fitness and ongoing viability.
- 9. It is further mutually agreed and understood that all covenants and agreements herein contained shall extend to and bind the heirs, devisee, legatees, executors, administrators, trustees and assigns of all parties hereto.

IN WITNESS WHEREOF, the parties hereto have set their hands in triplicate, each of which shall be considered an original, the day and year first above written.

SELLERS:

By: Jack D. Rasmussen, Trustee of the Jack D. Rasmussen and Margaret A. Rasmussen Family Trust, and individually, Seller

Margaret A. Rasmussen, Trustee
By: Margaret A. Rasmussen, Trustee
of the Jack D. Rasmussen and
Margaret A. Rasmussen Family Trust,
and individually, Seller

STATE OF Antona, COUNTY OF Manicopa, ss:

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal the day and year first above written.



STATE OF ANTONA, COUNTY OF MANCOPA, ss:

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal the day and year first above written.

