

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: _____

Title: _____

Date: _____

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

_____ is acknowledged as
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 _____

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

Form KSONA-1

July 2021

Form Must Be Typed

Form must be Signed

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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 (see Chapter 55 of the Kansas Statutes Annotated), 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 WORKING INTERESTS
IN OIL AND GAS LEASES**

[ROOKS COUNTY, KANSAS]

CASTELLI ENERGY, L.L.C., an Oklahoma limited liability company, individually and as successor-by-merger to **Castelli Exploration, Inc.**, and **MC3 Energy, L.L.C.** (hereafter, “Assignor”), for good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, does hereby sell, assign, convey, transfer and set over **95%** of Assignor’s right, title and interest in and to its working interest in the oil and gas leases described on Schedule 1 (“Leases”), attached hereto and made a part hereof by this reference, unto the following named parties (collectively, “Assignee”) in the following percentages, their successors and assigns:

GMDOC, LLC	70%
SAAZ, LLC	10%
ROBERT J. GUTRU, LP	10%
DECKER OIL, LLC	10%

together with a like interest in the rights to pooled or unitized acreage of which the Leases and Wells (defined below) are part, and a like interest in and to the property incident and appurtenant thereto, which shall include, without limitation, all of Assignors’ right, title and interest in and to:

- 1) the saltwater disposal agreements described on Schedule 1 (“SWD Agreements”),
- 2) the oil and/or gas wells, and the injection and disposal wells described on Schedule 1 (“Wells”), but ***expressly excluding*** any oil and/or gas wells, injection or disposal wells, or any other well or wellbore of any kind, whether active, inactive, plugged or unplugged and abandoned, situated on the lands covered by the Leases and SWD Agreements that is not specifically described on Schedule 1;
- 3) the equipment, machinery, fixtures and other personal, and mixed property situated on the Leases and lands covered by the SWD Agreements, or otherwise appurtenant to or currently used or held for use in connection with the ownership or operation of the Leases, SWD Agreements and Wells, including, without limitation, well equipment, casing, rods, tubing, tanks, pumps, motors, fixtures, machinery, meters, inventory, separators, knock-outs, dehydrators, compressors, treaters, power lines, field

processing facilities, surface and downhole equipment, flowlines, gathering lines and systems, transmission lines and all other pipelines ("Equipment");

- 4) the unsold oil in storage attributable to the Leases ("Stored Oil");
- 5) all permits, servitudes, easements, rights-of-way, operating rights and agreements, orders, assignments, gas purchase and sale contracts, oil purchase and sale agreements, farmin and farmout agreements, transportation and marketing agreements, operating agreements, unit agreements, declarations of units, processing agreements, options, facilities or equipment leases, surface use agreements, warranties, licenses and other contracts, agreements and rights used, held for use, or appurtenant to the beneficial use and enjoyment, ownership or operation of the Leases, SWD Agreements, Wells, and Equipment, or with the production or treatment of oil, gas and saltwater from or attributable to the Leases, SWD Agreements, or Wells ("Contracts");
- 6) all of the files, records, information and data pertaining to the Leases, SWD Agreements, Wells, Equipment, or Contracts in the possession of Assignor ("Records"), including, without limitation, title records, abstracts, title opinions, title certificates, title policies, production records, severance tax records, reservoir and well information, drill stem tests, well logs, bond logs, casing pressure and mechanical integrity tests, geologic and geophysical data, and all other information relating in any way to the ownership or operation thereof.

TO HAVE AND TO HOLD the interests and property herein assigned and conveyed by Assignor to Assignee, and the successors and assigns of Assignee, according to the terms and conditions of the Leases and SWD Agreements, and together with all and singular tenements, hereditaments, and appurtenances thereunto belonging, or in anywise appertaining.

Assignors hereby warrants to Assignee that its working interest and net revenue interest in and to the Leases and Wells are being delivered as to all lands and depths described on Schedule 1 and at not less than working interest and net revenue interest stated therein, free and clear of liens and encumbrances. The working interests and net revenue interests in the Leases and Wells stated on Schedule 1 are for purposes of this warranty of title, but do not constitute a limitation on the interests assigned hereunder, which shall include all of Assignor's working interest in and to the Leases. Notwithstanding the foregoing warranty of title, ASSIGNOR HEREBY EXPRESSLY DISCLAIMS WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE, AND BUYER HEREBY ACKNOWLEDGES THAT IT IS ACQUIRING THE WELLS AND EQUIPMENT "AS-IS, WHERE-IS, WITH ALL FAULTS."

This Assignment of Working Interest in Oil and Gas Leases is made in consideration of, pursuant to and in connection with, and expressly subject to the terms, conditions, representations, warranties and covenants set forth in that certain Asset Purchase and Sale Agreement dated February 24, 2022, but effective as of the end of the day on March 31, 2022 ("Effective Time") by and between Assignor and GMDOC, LLC. The Working Interests assigned hereunder are further subject to that certain Operating Agreement—Castelli Acquisition, dated April 1, 2022, entered

“Assignee”

SAAZ, LLC

By: 
William J. Darrah, Manager


DECKER OIL, LLC

By: 
Stephen Decker, Manager

STATE OF KANSAS)
) ss:
COUNTY OF SEDGWICK)

This instrument was acknowledged before me on this 3rd day of May, 2022, by William J. Darrah, as manager of SAAZ, LLC, a Kansas limited liability company, on behalf of said company.

My commission expires: 04-15-2023

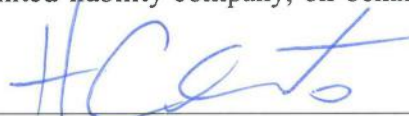

Notary Public



STATE OF KANSAS)
) ss:
COUNTY OF SEDGWICK)

This instrument was acknowledged before me on this 3rd day of May, 2022, by Stephen Decker, as manager of Decker Oil, LLC, a Kansas limited liability company, on behalf of said company.

My commission expires: 9/15/2024


Notary Public



SCHEDULE 1
To Assignment of Working Interests in Oil and Gas Leases

“Wells”

NAME	WI%	OIL NRI	GAS NRI	ST:CTY-SEC	API#
SMITH #1-23	0.01867800	0.01634300	0.01634300	KS:ROOK-013-007S-018W	API:1516322038000
COLBURN LEASE	0.92500000	0.75514918	0.75514918	KS:ROOK-018-007S-017W	API:1516321945000
COLBURN #5 SWD	0.77777800			KS:ROOK-018-007S-017W	API:1516322305000
STOCKTON CITY #1-18	0.90000000	0.68686928	0.68686928	KS:ROOK-018-007S-017W	API:1516321933000
HEILAND #1-18	0.86500000	0.68659375	0.68659375	KS:ROOK-018-010S-019W	API:1516323690000
HEILAND #2-18	0.86500000	0.68659375	0.68659375	KS:ROOK-018-010S-019W	API:1516324138000
HEILAND 18 LEASE	0.86500000	0.68659375	0.68659375	KS:ROOK-018-010S-019W	API:115010265288
COPPER (M-6)	1.00000000	0.79894830	0.79894830	KS:ROOK-024-007S-018W	API:1516322537000

“Leases”

Rooks County, Kansas

Lessor: City of Stockton, Kansas, a municipal corporation
Lessee: Castelli Exploration, Inc.
Dated: January 14, 2008
Recorded: Book 380, Page 158
Description: Township 7 South, Range 17 West
Section 18: Beginning at the intersection of Pleasant and North 2nd Streets, thence North 490.3' to the City Limits, thence East 810' to the intersection of the City Limits with Hendrick Street, thence South 493.7' to the intersection of Hendrick and North 2nd Streets, thence West 810' to the place of beginning. This description includes Block 4 North and Block 9 North of Sarver's 2nd Addition to the City of Stockton, Kansas and appurtenant portions of adjoining streets.

Lessor: Carl Louis Sander, a single man
Lessee: Castelli Exploration, Inc.
Dated: January 14, 2008
Recorded: Book 380, Page 160
Description: Township 7 South, Range 17 West
Section 18: All of Lots 9, 11, 13 and 15, Block 8, Sarver's Second Addition North of Main, City of Stockton, Kansas.

Lessor: Kathryn Elaine McCall
Lessee: Castelli Exploration, Inc.
Dated: January 14, 2008
Recorded: Book 380, Page 162
Description: Township 7 South, Range 17 West
Section 18: All of Lots 1, 3, 5 and 7, Block 8, Sarver's Second Addition North of Main, City of Stockton, Kansas.

Lessor: Kenneth L. Forssberg, a single man
Lessee: Castelli Exploration, Inc.
Dated: January 14, 2008
Recorded: Book 380, Page 164
Description: Township 7 South, Range 17 West
Section 18: All of Lots 15 and 17, Block 14, and N/2 of Lots 21, 23 and 25, Block 11, Sarver's Second Addition North of Main, City of Stockton, Kansas.

Lessor: Don LaRue
Lessee: Castelli Exploration, Inc.
Dated: January 14, 2008
Recorded: Book 380, Page 168

Description: Township 7 South, Range 17 West
Section 18: Odd Lots 1 through 25, inclusive, in Block 8, North of
Main Street in Sarver's Second Addition to the City of Stockton, Kansas.

Lessor: Gail G. Strutt
Lessee: Castelli Exploration, Inc.
Dated: January 14, 2008
Recorded: Book 380, Page 166

Description: Township 7 South, Range 7 West
Section 18: All of Lots 1, 3, 5 and 7, Block 8, Sarver's Second
Addition North of Main, City of Stockton, Kansas.

Lessor: Delores Brull
Lessee: J. Fred Hambright, Inc.
Dated: February 9, 2009
Recorded: Book 397, Page 160
Description: Township 7 South, Range 17 West
Section 18: Block 10 North Sarver's 2nd Addition to the City of Stockton,
Kansas and a tract North of said Block 10 beginning at the Northwest
corner of said Block 10, thence North to the South line of the North Half
of the N/2 SW/4 of Section 18, Township 7 South, Range 17 West of the
Sixth P.M., thence East 325 feet, thence South to the Northeast corner of
said Block 10, thence West to the place of beginning.

Lessor: Michael A. Johnston and Theresa R. Johnston, husband and wife
Lessee: J. Fred Hambright, Inc.
Dated: February 3, 2009
Recorded: Book 395, Page 219
Description: Township 7 South, Range 17 West
Section 18: All of Lots 17, 19, 21, 23 & 25, Block 8 in Sarver's 2nd
Addition North of Main in the City of Stockton, Kansas

Lessor: Tim Johnston and Kacey Johnston, his wife
Lessee: J. Fred Hambright, Inc.
Dated: March 25, 2008
Recorded: Book 395, Page 221
Description: Township 7 South, Range 17 West
Section 18: All of Lots 17, 19, 21, 23 & 25, Block 8 in Sarver's 2nd
Addition North of Main in the City of Stockton, Kansas

Lessor: Frank J. Schaefer et al
Lessee: Harold Mauck
Dated: 9/23/81
Recorded: Book 180, Page 395

Description: Township 7S, Range 18 West
Section 24: All of Lots 1 through 12, Block 14, Woods Addition to the City of Stockton, Rooks County, Kansas

Lessor: The Board of Rooks County Commissioners

Lessee: MWM Oil & Gas

Dated: 12/27/83

Recorded: Book 194, Page 182

Description: Township 7S, Range 18 West
Section 24: A portion of Blocks 2 and 13, Woods Addition to the City of Stockton, Rooks County, Kansas

Lessor: James O. Copper et al

Lessee: MWM Oil & Gas

Dated: 1/5/84

Recorded: Book 193, Page 375

Description: Township 7S, Range 18 West
Section 24: All of Block 1, Woods Addition to the City of Stockton, Rooks County, Kansas

Lessor: Lloyd Maddy et al

Lessee: MWM Oil & Gas

Dated: 11/21/83

Recorded: Book 193, Page 219

Description: Township 7S, Range 18 West
Section 24: That portion of the street bordering Lots 5, 7 and 9, Block 44, south of Main Street, City of Stockton, Rooks County, Kansas

Lessor: Lois W. Eades et al

Lessee: MWM Oil & Gas

Dated: 11/21/83

Recorded: Book 193, Page 219

Description: Township 7S, Range 18 West
Section 24: That portion of the street bordering Lots 3 through 25, odd, Block 43, and Lots 1 and 3, Block 44, south of Main Street, City of Stockton, Rooks County, Kansas

Lessor: William Wallace Wyant, Jr. et al

Lessee: D.L. Westhusin

Dated: 11/29/84

Recorded: Book 205, Page 518

Description: Township 7S, Range 18 West
Section 24: That portion of the street bordering Lot 19, Block 44, south of Main Street, City of Stockton, Rooks County, Kansas

Lessor: City of Stockton, a Municipal Corporation
Lessee: MWM Oil & Gas
Dated: 1/17/84
Recorded: Book 194, Page 295
Description: Township 7S, Range 18 West
Section 24: That portion of the street bordering Lots 11, 13, 15 and 17,
Block 44, south of Main Street, City of Stockton, Rooks County, Kansas

Lessor: Janet E. Heiland f/k/a Janet E. Fulton, Trustee of the Janet E. Fulton
Revocable Living Trust dated October 3, 2001
Lessee: Paul Fisher and/or Danita Fisher
Dated: January 3, 2008
Recorded: Book 380, Page 256
Description: Township 10 South, Range 19 West
Section 18: S/2 SE/4

Lessor: Providence Minerals, L.L.C.
Lessee: Castelli Exploration, Inc.
Dated: March 25, 2008
Recorded: Book 382, Page 413
Description: Township 10 South, Range 19 West
Section 18: S/2 SE/4

Date: April 7, 1981
Lessor: George W. and Linda L. Colburn, his wife
Lessee: G. N. Rupe
Royalty: 1/8
Recording: Book 166, Page 312
Description: T7S-R17W, Rooks County, KS
Section 18: Tracts described as follows:
Commencing at a point 28 rods N. of the SW corner of the NW/4 SW/4 of
Section 18, being the point of beginning; thence East 40 rods; thence North
132 rods to the North line of the S/2 NW/4 of said Section; thence [assumed
West] 40 rods to the NW corner of said S/2NW/4; thence South 132 rods to
the point of beginning; and
A tract of land in the N/2 SW/4 of Section 18; commencing at the SW corner
of the N/2 SW/4 of said Section; thence N 28 rods; thence E 40 rods; thence
South 28 rods; thence W 40 rods to the point of beginning.