KOLAR Document ID: 1669387

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: | | |
| Gas Lease: No. of Gas Wells** | KS Dept of Revenue Lease No.: | | |
| Gas Gathering System: | Lease Name: | | |
| Saltwater Disposal Well - Permit No.: | | | |
| Spot Location:feet from N / S Line | SecTwpREV | | |
| 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. | mjeston zone(s). | | |
| Surface Pit Permit No.: | feet from N / S Line of Section | | |
| (API No. if Drill Pit, WO or Haul) | feet from F / 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: | | | |
| | Date: | | |
| Title: | Signature: | | |
| New Operator's License No. | Contact Person: | | |
| New Operator's Name & Address: | Phone: | | |
| | Oil / Gas Purchaser: | | |
| New Operator's Email: | | | |
| Title: | Signature: | | |
| Acknowledgment of Transfer: The above request for transfer of inj | ection authorization, surface pit permit # has been | | |
| noted, approved and duly recorded in the records of the Kansas Corpor | ration Commission. This acknowledgment of transfer pertains to Kansas Corporation | | |
| Commission records only and does not convey any ownership interest in | in the above injection well(s) or pit permit. | | |
| is acknowledged | d as is acknowledged as | | |
| the new operator and may continue to inject fluids as authorized | 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 | | |

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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 Section Line (i.e. FSL = Feet from South Line) | | 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 _ | | |
| | | 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 | | |
| | | | 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: 1669387

Kansas Corporation Commission Oil & Gas Conservation Division

Form KSONA-1
July 2021
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: | CB-1 (Cathodic Protection Borehole Intent) T-1 (Transfer) CP-1 (Plugging Application) |
|--|--|
| OPERATOR: License # | Well Location: |
| Name: | |
| Address 1: | County: |
| Address 2: | |
| City: State: Zip:+ | If filing a Form T-1 for multiple wells on a lease, enter the legal description of |
| 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: | county, and in the real estate property tax records of the county treasurer. |
| City: | |
| the KCC with a plat showing the predicted locations of lease road | (Cathodic Protection Borehole Intent), you must supply the surface owners and ds, tank batteries, pipelines, and electrical lines. The locations shown on the plat tered on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted. |
| provided the following to the surface owner(s) of the Form C-1, Form CB-1, Form T-1, or Form CP-1 that I a | Notice Act (see Chapter 55 of the Kansas Statutes Annotated), I have land upon which the subject well is or will be located: 1) a copy of the am filing in connection with this form; 2) if the form being filed is a Form 3) my operator name, address, phone number, fax, and email address. |
| the KCC will be required to send this information to the | er(s). I acknowledge that, because I have not provided this information, surface owner(s). To mitigate the additional cost of the KCC performing nd address of the surface owner by filling out the top section of this form able to the KCC, which is enclosed with this form. |
| If choosing the second option, submit payment of the \$30.00 has form and the associated Form C-1, Form CB-1, Form T-1, or For | andling fee with this form. If the fee is not received with this form, the KSONA-1 rm CP-1 will be returned. |
| I hereby certify that the statements made herein are true and co | rrect to the best of my knowledge and belief. |
| Date: Signature of Operator or Agent: | Title: |

PURCHASE AND SALE AGREEMENT

THIS PURCHASE AND SALE AGREEMENT ("Agreement") made and entered into this _____ day of September, 2022, but effective October 1, 2022, by and between **FourWinds Oil Corporation** ("Seller"), and **CWB Oil Company, LLC**, ("Buyer"). Seller and Buyer are sometimes referred to collectively as the "Parties" and individually as a "Party".

WHEREAS, Seller desire to sell to Buyer and Buyer desires to purchase from Seller on the terms and subject to the conditions set forth in this Agreement, 100% of the leasehold interest equipment, and wellbore in and to the following-described Oil and Gas Lease ("Lease") as further described in Exhibit "A":

Stehno Lease, dated November 16, 2004, filed in Book 213, Page 462, from Edward H. Stehno and Donna M. Stehno, his wife, et al, to John O. Farmer, Inc., covering the SE/4 of 25-7-22 Graham County, Kansas, insofar as it pertains to the following described 108.5 acre tract:

Beginning at a point 850 feet West of the Southeast Corner of said SE/4, thence North 2,640 feet, thence West 1,790 feet, thence South 2,640 feet, thence East 1,790 feet to the point of beginning.

The leasehold interest in the Lease shall include the wellbore, downhole equipment, and the right to operate the Stehno #1 located on the Lease and all equipment and inventory associated with operating said Lease, except the Stehno #1 salt water disposal well and property described in Paragraph 9.

NOW THEREFORE in consideration of the premises and mutual promises herein contained and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Seller and Buyer agree as follows:

- 1. Conveyance of Leases. Seller shall convey to Buyer, 100% of the leasehold interest in and to the Lease which sale shall be effective as of October 1, 2022 ("Effective Date").
- 2. **Purchase Price**. In consideration for sale of the Lease, Buyer shall pay to Seller Eight Thousand One Hundred Seventy-five Dollars and Zero Cents (\$8,175.00), the entire balance of which shall be due on or before the Closing Date, ("Payment").
- 3. Closing. The purchase and sale of the Lease shall occur within thirty (30) days of the execution of this Agreement, or such other date, time, and place as Seller and Buyer may agree in writing. At closing, Buyer shall deliver to Seller the entire purchase price in the amount of Eight Thousand One Hundred Seventy-five Dollars and Zero Cents (\$8,175.00) and Seller shall deliver to Buyer an Assignment of 100% interest in the Lease and a Bill of Sale to the leasehold equipment and personal property described herein.
- 4. **Title.** Buyer may obtain an acquisition title opinion for the Lease. If, as a result of the title opinions it obtains, Buyer determines that the Lease has title defects which prevent it from obtaining clear title to the Lease from Seller, and/or Seller's leasehold interest owners, it shall promptly notify Seller of said defects. After such notice is given, Seller shall have not less than thirty (30) days thereafter in which to remedy or cure said title defects. Buyer shall be responsible for all costs associated with title examination and Seller shall pay all costs to remedy or cure title defects.

- 5. Assignment from Third Parties. In the event that the title opinion secured by Buyer discloses that Seller does not have record title to 100% interest in the Lease, Seller agrees that it will secure all necessary assignments of the Lease from all third parties identified in said opinion prior to Closing.
- 6. Condition of the Lease. It is agreed and understood that Seller makes no warranty regarding the condition of the Lease and that Seller is purchasing the Lease and equipment in its "as-is" condition.
- 7. **Revenue and Expenses Associated with the Lease.** It is agreed and understood that Seller is entitled to all oil currently in the tank and shall be entitled to all proceeds from the sale of said oil. Buyer shall be entitled to all oil produced after the effective date of this Agreement.
- 8. *Operations*. Seller agrees that, prior to the Closing Date, it shall conduct only such operations as are necessary to maintain production of oil and/or gas at their current levels and that such operations shall be conducted in a good and workmanlike manner. Seller agrees to execute any documents, and will cooperate with any reasonable requests, necessary to properly transfer operations to Buyer.
- 9. **Reserved Property.** It is agreed and understood that Buyer shall receive all equipment, personal property, and inventory associated with the Lease, except for the following being reserved by Seller:

Pumping Unit

Motor

Control Panel

Fiberglass Gun Barrel

Two (2) Fiberglass Stock Tanks

Said equipment, personal property, and inventory shall be removed from the Lease prior to closing. It is further agreed and understood that Buyer is receiving no interest in and to the Stehno #1 salt water disposal well and all rights to said disposal well are being reserved by Seller.

- 10. **Taxes.** Seller and Buyer agree that all Taxes attributable to the leasehold interest in the Leases shall be paid by Seller until the Effective Date. Buyer shall pay all taxes attributable to the leasehold interest in the Leases after such date.
- 11. **Governing Law.** This Agreement shall be governed and interpreted under the laws of the State of Kansas. The mandatory and exclusive venue for any judicial proceeding permitted in this Agreement is the state courts of competent jurisdiction in Graham County, Kansas. The Parties consent to the jurisdiction of these courts and waive any defenses they have regarding jurisdiction.
- 12. **Entire Agreement**. This Agreement constitutes the entire agreement between Buyers and Seller with respect to the transactions contemplated herein and supersedes all prior oral or written agreements.
- 13. **Further Cooperation**. After closing each party shall execute, acknowledge, and deliver all documents and take all such acts, which from time to time, may reasonably be requested by the other party in order to carry out the purposes of this Agreement.
- 14. **Counterparts.** This Agreement may be executed in one or more counterparts with the same effect as if all signatures of the parties hereto were on the same document but in such event each counterpart shall constitute an original, and all of such counterparts shall constitute one Agreement.

15. **Binder**. This Agreement shall extend to and be binding upon the successors and assigns of the parties hereto.

IN WITNESS WHEREOF, the parties have hereunto caused their authorized representatives to execute this Agreement effective on the day first above written.

| SELLER: | BUYER: |
|---------------------------|------------------------------|
| FourWinds Oil Corporation | CWB Oil Company, LLC |
| Dan Windholz, President | C.W. Bowles, Managing Member |

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SELLER:

BUYER:

FourWinds Oil Corporation

CWB Oil Company, LLC

auBury

Dan Windholz, President

C.W. Bowles, Managing Member