

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: _____

Signature: _____

New Operator's License No. _____

Contact Person: _____

New Operator's Name & Address: _____

Phone: _____

New Operator's Email: _____

Date: _____

Title: _____

Signature: _____

Acknowledgment of Transfer: The above request for transfer of injection authorization, surface pit permit # _____ has been noted, approved and duly recorded in the records of the Kansas Corporation Commission. This acknowledgment of transfer pertains to Kansas Corporation Commission records only and does not convey any ownership interest in the above injection well(s) or pit permit.

_____ is acknowledged as
the new operator and may continue to inject fluids as authorized by

Permit No.: _____. Recommended action: _____

Date: _____

Authorized Signature

_____ is acknowledged as
the new operator of the above named lease containing the surface pit

permitted by No.: _____.

Date: _____

Authorized Signature

DISTRICT _____ EPR _____ PRODUCTION _____ UIC _____

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: 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 AND BILL OF SALE

This Assignment and Bill of Sale ("Assignment") is made and entered to as effective as of October 1, 2022 (the "Effective Date"), by and between Novy Oil & Gas, Inc., a Kansas corporation ("Assignor") and Patterson Energy, LLC, a Kansas limited liability company ("Assignor").

1. Assignment. For good and valuable consideration, the receipt of which is hereby acknowledged, Assignor does hereby assign and quitclaim to Assignee, all of Assignor's right, title and interest in and to the oil and gas assets ("Assets") described in Exhibit "A", attached hereto and incorporated herein by reference, together with the interests and rights incident thereto and the personal property thereon, appurtenant thereto, or used or obtained in connection therewith, including the following, to wit:

A. The wells specifically described in Exhibit A (the "Wells"), together with all other oil and gas wells and all water, injection and disposal wells and oil and gas production equipment on the lands described in Exhibit A;

B. The personal property and equipment used to operate the Wells which are currently located on the Land, including but not limited to wellheads, tanks (including any oil located in said tanks), salt water disposal wells and equipment, pumps, compressors, separators, heater treaters, heating elements, valves, fittings, equipment, machinery, fixtures, flowlines, pipelines, and tubular goods, including but not limited to those items described on Exhibit "B" (the "Equipment"). The Equipment shall also include all agreements for location of common tank batteries, salt water disposal wells, well and log files, current seismic studies, and other data and records related to the drilling, operation, and development of the Wells on the Land. The Equipment shall not include any electronic submersible pump equipment which are currently located on the Land.

B. Surface fee interests, surface use agreements, easements, permits and rights-of-way and similar rights and interests;

C. To the fullest extent transferable, all licenses, permits, rights granted by orders of the Kansas Corporation Commission, courts of law or other governmental authority, exemptions granted by any governmental authority, and other like permits and grants;

D. Any other property, right and/or interest customarily included as part and parcel of the Wells and Equipment, although not particularly described or incorrectly described herein.

This Assignment is made and accepted expressly subject to the following terms and conditions:

A. This Assignment is made without warranty of any kind, express, implied or statutory. Assignor expressly disclaims and negates any warranty as to the condition of any personal property, equipment, fixtures and items of movable property comprising any part of the assets, including (i) merchantability or condition, (ii) fitness for a particular purpose, (iii) conformity to models or samples of materials, (iv) any rights of Assignee under applicable statutes to claim diminution of consideration, and (v) any claim by Assignee for damages because of defects, whether known or unknown, it being expressly understood by Assignee that said personal property, fixtures, equipment, and items are being conveyed to Assignee as is, where is, with all faults, and in their present condition and state of repair. Assignee will accept the assets as is, where is, with all faults, accepting all risk of loss associated with said assets.

B. Assignee assumes and agrees to pay, perform, fulfill and discharge all claims, costs, expenses, liabilities and obligations accruing or relating to the owning, developing, exploring, operating or maintaining of the Assets or the producing, transporting and marketing of Hydrocarbons from the Assets, relating to periods on and after the Effective Time, including, without limitation, environmental obligations and liabilities, the obligation to plug and abandon all Wells and reclaim all Well sites under K.S.A. 55-179, and all obligations arising under all agreements covering or relating to the Assets, subject to Assignee's rights and obligations.

C. This Assignment binds and inures to the benefit of Assignor and Assignee and their respective successors and assigns. Assignor, at the reasonable request of Assignee, takes all reasonable action necessary to place Assignee in actual possession of the Assets assigned and conveyed herein and shall execute, acknowledge and deliver such further instruments of conveyance, sale, transfer and assignment, and take such other action as Assignee may reasonably request in order to more fully and effectively convey, sell, transfer and assign the pertinent right, title and interest in and to the Assets assigned and conveyed herein, provided that nothing herein shall enlarge Assignors obligations herein or alter the disclaimer of warranties contained herein or change the as is, where is nature of the Assets conveyed to and accepted by Assignee.

2. Warranty. This assignment is made without warranty of title, either express or implied. However, Assignee shall be subrogated to all rights, warranties, representations and covenants made to or in favor of the Assignors, or either of them, under previous assignments or other documents, made by parties other than Assignors.


3. Binding Authority. All of the provisions of this Assignment shall be available to and binding upon the respective heirs, executors, administrators, successors and assigns of the Assignors and Assignee herein.

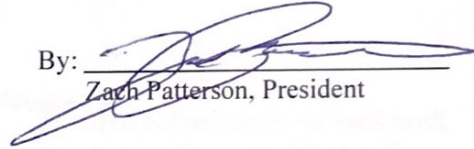
4. Prior Agreements. This Assignment is made subject to the terms and conditions of that certain Purchase and Sale Agreement, dated October 1, 2022, between Assignor and Assignee.

EXECUTED on the date contained in the acknowledgment of this instrument, to be effective for all purposes as of the Effective Time.

NOVY OIL & GAS, INC.

PATTERSON ENERGY, LLC

By: 
Michael Novy, President

By: 
Zach Patterson, President

ACKNOWLEDGMENTS

STATE OF Kansas)
) ss:
COUNTY OF Sedgwick)

BE IT REMEMBERED that on this 4th day of November, 2022, before me, the undersigned, a Notary Public in and for the County and State aforesaid, came Michael Novy, President of Novy Oil & Gas, Inc., to me personally known to be the same person who, under oath, executed the foregoing instrument of writing and acknowledged the execution of the same for and on behalf of Novy Oil & Gas, Inc. and for the uses and purposes therein set forth.

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



Notary Public

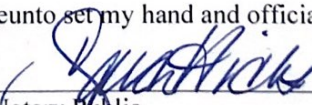
My appointment expires:



STATE OF Kansas)
) ss:
COUNTY OF Ellis)

BE IT REMEMBERED that on this 10th day of November, 2022, before me, the undersigned, a Notary Public in and for the County and State aforesaid, came Zach Patterson, President of Patterson Energy, LLC to me personally known to be the same person who, under oath, executed the foregoing instrument of writing and acknowledged the execution of the same for and on behalf of Patterson Energy, LLC, and for the uses and purposes therein set forth.

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



Notary Public

My appointment expires:

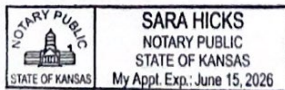


EXHIBIT "A" –
Lands and Wells

<u>Well Name</u>	<u>Location</u>	<u>API Number</u>
Coddington 1	NE/4 NE/4 NE/4 of 34-9S-20W	15-163-03540
Coddington 3	SE/4 SW/4 NE/4 of 34-9S-20W	15-163-03542
Coddington 7	NW/4 NE/4 NE/4 of 34-9S-20W	15-163-03440
Coddington 10	C NE/4 of 34-9S-20W	15-163-20074-0002
Coddington 11	W/2 SW/4 NE/4 of 34-9S-20W	15-163-23823
Coddington 12	SW/4 NE/4 of 34-9S-20W	15-163-23943

Equipment

1. 3 stock tanks.
2. 1 Oil/water knockout
3. 1 Water tank
4. All Downhole equipment on Producers and Saltwater Disposal Well.