

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

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Form T-1
July 2014
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 1 **

Gas Lease: No. of Gas Wells _____ **

Gas Gathering System: _____

Saltwater Disposal Well - Permit No.: D23469

Spot Location: 4329 FSL feet from N / S Line

2371 FEL feet from E / W Line

Enhanced Recovery Project Permit No.: _____

Entire Project: Yes No

Number of Injection Wells _____ **

Field Name: Youk ✓

Effective Date of Transfer: July 1, 2016

KS Dept of Revenue Lease No.: 116395 ✓

Lease Name: Scully M ✓

_____ NE Sec. 29 Twp. 18 R. 2 E W

Legal Description of Lease: Scully M1 located NE NE NE ✓

Scully M2 SWD located SW NW NE Sec. 29-T18S-R2E

County: Marion ✓

Production Zone(s): _____

Injection Zone(s): Arbuckle 3194-3343 ✓

** Side Two Must Be Completed.

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. 31389 ✓

Past Operator's Name & Address: Noble Petroleum, Inc.

8918 W 21st St N., #200-304 Wichita, KS. 67205

Title: President

Contact Person: Jay Ablah

Phone: 316-636-5155

Date: 7/22/2016

Signature: [Signature]

Received
KANSAS CORPORATION COMMISSION
AUG 23 2016
CONSERVATION DIVISION
WICHITA, KS

New Operator's License No. 30742 ✓

New Operator's Name & Address: Palomino Petroleum, Inc.

4924 SE 84th Street Newton, Kansas 67114-8827

Title: President

Contact Person: Klee Robert Watchous

Phone: 316-799-1000

Oil / Gas Purchaser: CHS McPherson Refinery, Inc.

Date: August 17, 2016

Signature: [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.

Palomino Petroleum Inc is acknowledged as the new operator and may continue to inject fluids as authorized by Permit No.: D-23.469 . Recommended action: NONE

Date: 9-30-16 Cheryl Beyer
Authorized Signature

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

Date: _____
Authorized Signature

DISTRICT _____	EPP <u>9/26/16</u>	PRODUCTION <u>10-3-16</u>	UIC <u>9-30-16</u>
Mail to: Past Operator <u>9-30-16</u>	New Operator _____	<u>9-30-16</u>	District <u>2</u> <u>9-30-16</u>

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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 # 30742
Name: Palomino Petroleum, Inc.
Address 1: 4924 SE 84th Street
Address 2: _____
City: Newton State: KS Zip: 67114 +
Contact Person: Klee Robert Watchoux
Phone: (316) 799-1000 Fax: (316) 799-2728
Email Address: krw@ppiks.com

Well Location: _____
_____ NE Sec. 29 Twp. 18 S. R. 2 East West
County: Marion
Lease Name: Scully Well #: _____

If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:
NE/4 Sec. 29

KCC WICHITA WICHITA
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Surface Owner Information:

Name: Scully Partners, L.P.
Address 1: P. O. Box 489
Address 2: _____
City: Beatrice State: NE Zip: 68310 +

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: 8/22/16 Signature of Operator or Agent: [Signature] Title: President