KANSAS CORPORATION COMMISSION Oil & Gas Conservation Division 1224354

Form CP-111 June 2011 Form must be Typed Form must be signed All blanks must be complete

TEMPORARY ABANDONMENT WELL APPLICATION

OPERATOR: License# Name: Address 1:				API No. 15													
				Spot Description:													
				Sec Twp S. R E W													
Address 2:						feet from N											
City: Zip: + Contact Person: Phone:()																	
									Contact Person Email:				Lease Name	e:	We	<u></u> ۱۱ #:	
									Field Contact Person:						il 🗌 Gas 🗌 OG 🗌 WSW 🗌		
Field Contact Person Phone	e:()			SWD Permit #: ENHR Permit #:													
	()				rage Permit #:												
				Spud Date:		Date Shut-In:											
	Conductor	Surface	Prc	oduction	Intermediat	e Liner	Tubin	g									
Size																	
Setting Depth																	
Amount of Cement																	
Top of Cement																	
Bottom of Cement																	
Casing Fluid Level from Sur	face:		How Determined?				Date:										
						sacks of cement.											
(top)																	
	as Lease? 🗌 Yes [No															
Do you have a valid Oil & G			at Ca:	sing Leaks:	Yes No [Depth of casing leak(s):											
Do you have a valid Oil & G Depth and Type: Junk i	in Hole at	Tools in Hole				Depth of casing leak(s):											
Do you have a valid Oil & G Depth and Type: Junk i Type Completion: ALT.	in Hole at (<i>depth)</i>	of: DV Tool: _	w /w /	sacks	s of cement	Port Collar: w /											
Do you have a valid Oil & G Depth and Type: Junk i Type Completion: ALT.	in Hole at (<i>depth)</i>	of: DV Tool: _	w /w /	sacks	s of cement	Port Collar: w /											
Do you have a valid Oil & G Depth and Type: Junk i	in Hole at (<i>depth</i>) I ALT. II Depth Size:	of: DV Tool: _	w /w /	sacks Set at:	s of cement F	Port Collar: w / _ Feet											
Do you have a valid Oil & G Depth and Type: Junk i Type Completion: ALT. Packer Type:	in Hole at (<i>depth</i>) I ALT. II Depth Size:	of: DV Tool: _	w /w /	sacks Set at:	s of cement F	Port Collar: w / _ Feet											
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Do you have a valid Oil & G Depth and Type: Junk i Type Completion: ALT. Packer Type: Total Depth:	in Hole at <u>(depth)</u> I ALT. II Depth Size: Size: Plug Ba	of: DV Tool:	w / Inch I	sacks Set at: Plug Back Metho	of cement F	Port Collar: <u>(depth)</u> w /	/ sack	of cement									

Submitted Electronically

Do NOT Write in This Space - KCC USE ONLY	Date Tested:	Results:	Date Plugged:	Date Repaired:	Date Put Back in Service:
Review Completed by:		Comments:			
TA Approved: 🗌 Yes 🗌 De	enied Date:				

Mail to the Appropriate KCC Conservation Office:

There have not not us and find barry and see the local	KCC District Office #1 - 210 E. Frontview, Suite A, Dodge City, KS 67801	Phone 620.225.8888
Norm Norm <td< th=""><td>KCC District Office #2 / UPGS - 3450 N. Rock Road, Building 600, Suite 601, Wichita, KS 67226</td><td>Phone 316.630.4000</td></td<>	KCC District Office #2 / UPGS - 3450 N. Rock Road, Building 600, Suite 601, Wichita, KS 67226	Phone 316.630.4000
	KCC District Office #3 - 1500 SW Seventh Steet, Chanute, KS 66720	Phone 620.432.2300
	KCC District Office #4 - 2301 E. 13th Street, Hays, KS 67601-2651	Phone 785.625.0550

THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners:

Shari Feist Albrecht, Chair Jay Scott Emler Pat Apple

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In the matter of the application of Wynn-Crosby Operating, Ltd. for an exception to the 10-year time limitation of K.A.R. 82-3-111 for its Santa Fe B 1-5 well located in the NW/4 of Section 18, Township 33 South, Range 40 West Morton County, Kansas.

Docket No. 14-CONS-292-CEXC CONSERVATION DIVISION License No. 34929

ORDER GRANTING APPLICATION

The above-captioned matter comes before the State Corporation Commission of the State of Kansas for consideration and determination. Having examined its files and records, and being duly advised in the premises, the Commission makes the following findings:

I. JURISDICTION

1. K.S.A. 74-623 provides that the Commission has the exclusive jurisdiction and authority to regulate oil and gas activities, with licensing authority under K.S.A. 55-155.

2. K.A.R. 82-3-100 provides that the Commission may grant an exception to any regulation after application and notice.

3. K.A.R. 82-3-111 requires wells that are inactive for more than 90 days to be

plugged or approved for temporary abandonment ("TA") status. The regulations provides that wells having been shut-in for more than 10 years shall not be approved TA status without Commission approval of an application for an exception pursuant to K.A.R. 82-3-100.

II. FINDINGS OF FACT

4. Commission records indicate the operator is currently licensed to conduct oil and gas activities in Kansas under K.S.A. 55-155.

5. The above-captioned operator filed an application requesting an exception to the 10-year limit on TA status for the subject well.

6. The operator has verified that notice was properly served and published, as required under K.A.R. 82-3-135a, at least 15 days before the issuance of this Order.

7. No protest was filed under K.A.R. 82-3-135b.

8. The operator successfully tested the subject well for mechanical integrity.

9. Commission Staff met internally and reviewed the application. Staff determined that the application and the mechanical integrity test were sufficient to support the administrative grant of this application. Accordingly, Staff has proposed to the Commission this Order granting the application without the need for a hearing.

III. CONCLUSIONS OF LAW

10. The Commission has jurisdiction over the operator and this matter.

11. The application was filed in accordance with the rules and regulations of the Commission and Kansas statutes.

12. Notice was properly served and published.

13. Based on the available facts, the Commission finds that the application should be granted to prevent waste and protect correlative rights, because the subject well has a potential future use and does not present a threat to fresh and usable water.

THEREFORE, THE COMMISSION ORDERS:

A. The application for an exception to the 10-year limit on TA status for the subject well is granted for three years. The operator must file annual TA forms for the subject well. The first TA form shall be filed within 30 days.

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B. This Order is a summary proceeding pursuant to K.S.A. 77-537, which provides in paragraph (b)(4) that summary proceedings are not effective until the time for requesting a hearing has expired. K.S.A. 77-542 provides that a request for hearing shall be filed within 15 days of any agency notice resulting in a right to request a hearing. If service of this Order is by mail, three days are added to the deadline. Any party taking an action permitted by this summary proceeding before the deadline for requesting a hearing has expired shall be deemed to have waived their right to a hearing pursuant to K.S.A. 77-504.

C. Any party affected by this Order may file with the Commission a petition for reconsideration pursuant to K.S.A. 77-529(a). The petition shall be filed within 15 days after service of this Order. If service of this Order is by mail, three days are added to the deadline. The petition shall be addressed to the Commission and sent to 266 N. Main, Ste. 220, Wichita, Kansas 67202. Pursuant to K.S.A. 55-606, K.S.A. 66-118b, and K.S.A. 77-529(a), reconsideration is prerequisite for judicial review of this Order. Any party taking an action permitted by this summary proceeding before the deadline for a petition for reconsideration does so at their own risk of further proceedings.

D. The Commission retains jurisdiction of the subject matter and the parties and may enter additional orders as it deems appropriate.

BY THE COMMISSION IT IS SO ORDERED.

Albrecht, Chair; Emler, Com.; Apple, Com.

Date: SEP 1 8 2014

Date Mailed:

I CENTIFY THE ORIGINAL COPY IS GUI FILE WITH The State Conversion Commission

SEP 1 8 2014

Thomas A. Day Acting Executive Director

LRP

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CERTIFICATE OF SERVICE

I certify that on $\frac{9/22/2014}{2014}$, I caused a complete and accurate copy of this Order to be served via United States mail, with the postage prepaid and properly addressed to the following:

Jeff Kennedy Martin Pringle Oliver Wallace & Bauer 100 N. Broadway, Ste. 500 Wichita, Kansas 67202

Wynn-Crosby Operating, Ltd. 14241 Dallas Parkway, Ste. 800 Dallas, TX 75254

<u>/s/ Lane R. Palmateer</u> Lane R. Palmateer Litigation Counsel Kansas Corporation Commission Conservation Division District Office No. 1 210 E. Frontview, Suite A Dodge City, KS 67801



Phone: 620-225-8888 Fax: 620-225-8885 http://kcc.ks.gov/

Shari Feist Albrecht, Chair Jay Scott Emler, Commissioner Pat Apple, Commissioner Sam Brownback, Governor

September 24, 2014

Jose L. Velez Wynn-Crosby Operating, Ltd. 14241 DALLAS PKWY, STE 800 DALLAS, TX 75254

Re: Temporary Abandonment API 15-129-20299-00-00 SANTA FE TRAIL B 1-5 NW/4 Sec.18-33S-40W Morton County, Kansas

Dear Jose L. Velez:

Your temporary abandonment (TA) application for the well listed above has been approved. In accordance with K.A.R. 82-3-111 the TA status of this well will expire 09/18/2015.

Your exception application expires on 09/18/2017.

* If you return this well to service or plug it, please notify the District Office.

* If you sell this well you are required to file a Transfer of Operator form, T-1.

* If the well will remain temporarily abandoned, you must submit a new TA application, CP-111, before 09/18/2015.

You may contact me at the number above if you have questions.

Very truly yours,

Michele Pennington