Form CP-111 June 2011 Form must be Typed Form must be signed

All blanks must be complete

TEMPORARY ABANDONMENT WELL APPLICATION

PERATOR: License#				API No. 15				
lame:				Spot Descr	ription:			
Address 1:					Sec	Twp S	3. R	_
Address 2:						feet from	=	
City:	State:	Zip: +		GPS Location: Lat:, Long:				
Contact Person:								
Phone:()Contact Person Email:				County: Elevation: GL KB Lease Name: Well #:				
ield Contact Person:				Well Type: (check one) Oil Gas OG WSW Other:				
Field Contact Person Phone				SWD Permit #: ENHR Permit #:				
)				Gas Storage Permit #: Date Shut-In:				
				Spud Date		Date Shut-in.		
	Conductor	Surface	Pro	duction	Intermediate	Liner	-	Tubing
Size								
Setting Depth								
Amount of Cement								
Top of Cement								
Bottom of Cement								
oo you have a valid Oil & Good on the Completion: ALT cacker Type:	in Hole at(depth) [:I ALT. II Depth o	Tools in Hole at	w / _	sack	s of cement Port	Collar: w et		
Geological Date:								
ormation Name	nation Name Formation Top Formation Base			Completic	on Information			
·	At:	toFeet	Perfo	ration Interval	to F	eet or Open Hole Inter	rvalt	oFeet
	At:	to Feet	Perfo	ration Interval	to F	eet or Open Hole Inter	rvalt	:oFeet
INDED DENALTY OF DEE) IIIDV I LIEDEDV ATTE	Submitt		ctronical		ADDECTIATUE DEC	T OF MV I/M	OWI EDGE
Do NOT Write in This Space - KCC USE ONLY	Date Tested:	R	esults:		Date Plugged:	Date Repaired: C	Date Put Back i	in Service:
Review Completed by:			Comn	nents:				
TA Approved: Yes	Denied Date:							
		Mail to the App	ropriate	KCC Conser	vation Office:			

KCC District Office #1 - 210 E. Frontview, Suite A, Dodge City, KS 67801 Phone 620.225.8888 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

2012.12.17 14:53:22 Kansas Corporation Commission /S/ Patrice Petersen-Klein

THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners:

Mark Sievers, Chairman

Thomas E. Wright Shari Feist Albrecht

In the Matter of the Application of OXY USA)
Inc. for an exception to the 10-year time)
limitation of K.A.R. 82-3-111 for the Hall P-3)
well in Section 6, Township 35 South, Range)
40 West, Morton County, Kansas.

Docket No. 13-CONS-107-CEXC

CONSERVATION DIVISION

License No. 5447

ORDER

COMES NOW, the State Corporation Commission of the State of Kansas ("Commission" or "KCC") on the application of OXY USA Inc. ("OXY" or "operator"), for an Order approving the extension of temporary abandonment ("TA") status for the above-captioned well. The Commission, being fully advised in the premises and giving due consideration to the record herein, makes the following findings and conclusions:

- 1. OXY is a foreign corporation authorized to do business in Kansas. KCC records indicate the operator is currently licensed to conduct oil and gas activities in Kansas pursuant to K.S.A. 55-155.
- 2. On October 3, 2012, the application in this docket was filed pursuant to the rules and regulations of the State Corporation Commission and the Kansas Statutes, thus fulfilling all regulatory and statutory requirements.
- 3. Notice was proper in every respect and was published at least fifteen (15) days prior to the hearing for this application in *The Wichita Eagle* newspaper and *The Elkhart Tri-State*News newspaper, providing notice that a hearing would be held to determine the matter in this docket; there were no protests.

- 4. According to K.A.R. 82-3-111, wells shall not be eligible for TA status if the well has been shut-in for ten (10) or more years without an application for an exception pursuant to K.A.R. 82-3-100 and approval by the Commission.
- 5. On October 25, 2012, a Committee made up of Commission Staff ("Staff") reviewed OXY's application. The application states the Hall P-3 well in Morton County, Kansas is being held by the operator for evaluation as a future saltwater disposal well if necessary. The subject well has passed a Commission Staff-witnessed mechanical integrity test. Staff requested more information from the operator who promptly provided said information. Staff recommends the Commission grant the operator's application for an exception to the 10-year TA status limitation of K.A.R. 82-3-111.
- 6. Based on the foregoing, the Commission finds that an exception to the 10-year TA status restrictions under K.A.R. 82-3-111 should be granted for the above-captioned well because it has a potential future use and does not present a threat to fresh and usable water.
- 7. The application should be granted in accordance with the above findings for three (3) years without the need to file further applications for exceptions, but still subject to the yearly filing requirements according to the provisions of K.A.R. 82-3-111.

IT IS, THEREFORE, BY THE COMMISSION ORDERED: That the application of OXY USA Inc. for an exception to the 10-year limitation for temporary abandonment ("TA") status for the above-captioned well is granted for three (3) years without filing further applications for extensions in accordance with the provisions of K.A.R. 82-3-111. The Commission further orders that OXY USA Inc. must continue to file a yearly TA application for the above-captioned well pursuant to the provisions of K.A.R. 82-3-111.

Any party affected by this Order may file with the Commission a petition for reconsideration pursuant to K.S.A. 77-529(a). Such petition shall be filed within fifteen (15) days after service of this Order and must state the specific grounds upon which relief is requested. This petition for reconsideration shall be filed with the Executive Director of the Conservation Division, Finney State Office Building, 130 S. Market, Room 2078, Wichita, Kansas 67202-3802.

The Commission retains jurisdiction of the subject matter and the parties for the purpose of entering such further Order or Orders as from time-to-time it may deem proper.

BY THE COMMISSION IT IS SO ORDERED.

Sievers, Chmn.; Wright, Com.; Feist Albrecht, Com.

Date:	nec	17	2012	

Patrice Petersen-Klein Executive Director

Date Mailed: 12-17-2012

RAH

I CERTIFY THE ORIGINAL
COPY IS ON FILE WITH
The State Commenter Comments

DEC 1 7 2012

3

CERTIFICATE OF SERVICE

I hereby certify that on 12-17-200, I caused a true and correct copy of the foregoing "Order" to be served by placing the same in the United States mail, postage prepaid, to the following parties:

Brent Sonnier OXY USA, Inc. 5 Greenway Plaza, Suite 110 PO Box 27570 Houston, Texas 77227-7570

Stanford J. Smith, Jr.
Martin, Pringle, Oliver, Wallace, & Bauer, L.L.P.
100 North Broadway, Suite 500
Wichita, Kansas 67202
Attorney for OXY USA, Inc.

Richard Lacey KCC District #1 Office 210 E. Frontview, Suite A Dodge City, Kansas 67801

Ryan A. Hoffman 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/

Sam Brownback, Governor

Mark Sievers, Chairman Thomas E. Wright, Commissioner

Comments:

FAX COVER SHEET

Date:	August 16, 2012	
Time:	11:26 AM	
Confidential:	<u>Yes</u>	
To:	<u>Justi</u> n Ray 620 697-2631 <u>Ken</u> -KCC	
Fax No:	620 697 - 2631	
From:	Ken-KCC	
KCC Fax No:	620-225-8885	
Number of pages	(including cover sheet): <u>Z</u>	
If you need to con	tact the fax operator, please call:	

Cog integrity test

KCC OIL/GAS REGULATORY OFFICES

Date: <u>6-9-12</u>	District: New Situation Response to Request Follow-Up	Case #:
Operator License No: 5497 Op Name: Oxy USA Address 1: P.O. Brx 27570 Address 2: City: 460560 State: 7603 Zip Code: 77222 Operator Phone #: 7/3 Z15 -7000	Spot: <u>Nu)NE NU/</u> 47/1 3664 GPS: Lat: 37,0392	Sec 6 Twp 35 8 Rug 6 E / W W Feet from N/ S Line of Section Feet from 6 M Line of Section Lang: 10/.7/283 Date: 8-9-12 Well #: 3
Reason for Investigation:	1 - 1 : 6	Lucius of the source
Test cag integrity for ap	plication by &	TA limit
Problem:		
Persons Contacted:		
		Lustin Ray - Dry - On beatin
51/2" Cig W/ 51/2" Valve. CIBP % 5500'. Perfo Key Energy pressured to thilding.		L
Action/Recommendations: Follow	Up Required Yes N	o 🗖 Dale:
Cay integrity is sate	s-Cactory.	
Verification Sources:		Photos Taken:
RBDMS KGS T	A Program Courthouse By:	Ken Jehlt
Retain I Copy District Office Send I Copy to Conservation Division		Romi

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/

Sam Brownback, Governor

Shari Feist Albrecht, Chair Jay Scott Emler, Commissioner Pat Apple, Commissioner

December 22, 2014

Janna Burton Merit Energy Company, LLC 13727 NOEL RD STE 1200 DALLAS, TX 75240

Re: Temporary Abandonment API 15-129-21632-00-01 HALL P 3 NW/4 Sec.06-35S-40W Morton County, Kansas

Dear Janna Burton:

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 12/17/2015.

Your exception application expires on 12/17/2015.

- * 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 12/17/2015.

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

Very truly yours,

Michele Pennington