



**APPLICATION FOR COMMINGLING OF PRODUCTION (K.A.R. 82-3-123) OR FLUIDS (K.A.R. 82-3-123a)** *Commingling ID # \_\_\_\_\_*

OPERATOR: License # \_\_\_\_\_ API No. 15 - \_\_\_\_\_  
Name: \_\_\_\_\_ Spot Description: \_\_\_\_\_  
Address 1: \_\_\_\_\_ - - - - - Sec. \_\_\_\_\_ Twp. \_\_\_\_\_ S. R. \_\_\_\_\_  East  West  
Address 2: \_\_\_\_\_ Feet from  North /  South Line of Section  
City: \_\_\_\_\_ State: \_\_\_\_\_ Zip: \_\_\_\_\_ + \_\_\_\_\_ Feet from  East /  West Line of Section  
Contact Person: \_\_\_\_\_ County: \_\_\_\_\_  
Phone: ( \_\_\_\_\_ ) \_\_\_\_\_ Lease Name: \_\_\_\_\_ Well #: \_\_\_\_\_

1. Name and upper and lower limit of each production interval to be commingled:  
Formation: \_\_\_\_\_ (Perfs): \_\_\_\_\_  
Formation: \_\_\_\_\_ (Perfs): \_\_\_\_\_  
Formation: \_\_\_\_\_ (Perfs): \_\_\_\_\_  
Formation: \_\_\_\_\_ (Perfs): \_\_\_\_\_  
Formation: \_\_\_\_\_ (Perfs): \_\_\_\_\_

2. Estimated amount of fluid production to be commingled from each interval:  
Formation: \_\_\_\_\_ BOPD: \_\_\_\_\_ MCFPD: \_\_\_\_\_ BWPD: \_\_\_\_\_  
Formation: \_\_\_\_\_ BOPD: \_\_\_\_\_ MCFPD: \_\_\_\_\_ BWPD: \_\_\_\_\_  
Formation: \_\_\_\_\_ BOPD: \_\_\_\_\_ MCFPD: \_\_\_\_\_ BWPD: \_\_\_\_\_  
Formation: \_\_\_\_\_ BOPD: \_\_\_\_\_ MCFPD: \_\_\_\_\_ BWPD: \_\_\_\_\_  
Formation: \_\_\_\_\_ BOPD: \_\_\_\_\_ MCFPD: \_\_\_\_\_ BWPD: \_\_\_\_\_

3. Plat map showing the location of the subject well, all other wells on the subject lease, and all wells on offsetting leases within a 1/2 mile radius of the subject well, and for each well the names and addresses of the lessee of record or operator.

4. Signed certificate showing service of the application and affidavit of publication as required in K.A.R. 82-3-135a.

**For Commingling of PRODUCTION ONLY, include the following:**

- 5. Wireline log of subject well. Previously Filed with ACO-1:  Yes  No
- 6. Complete Form ACO-1 (*Well Completion form*) for the subject well.

**For Commingling of FLUIDS ONLY, include the following:**

- 7. Well construction diagram of subject well.
- 8. Any available water chemistry data demonstrating the compatibility of the fluids to be commingled.

**AFFIDAVIT:** I am the affiant and hereby certify that to the best of my current information, knowledge and personal belief, this request for commingling is true and proper and I have no information or knowledge, which is inconsistent with the information supplied in this application.

**Submitted Electronically**

**KCC Office Use Only**  
 Denied  Approved  
15-Day Periods Ends: \_\_\_\_\_  
Approved By: \_\_\_\_\_ Date: \_\_\_\_\_

*Protests may be filed by any party having a valid interest in the application. Protests must be in writing and comply with K.A.R. 82-3-135b and must be filed within 15 days of publication of the notice of application.*

**AFFIDAVIT OF NOTICE SERVED**

RE: Application for: MERIT ENERGY COMPANY, LLC

Well Name: Hands B-1  
Legal Location: SE-NW-SE-SE 4-26-33 Finney Co., KS

The undersigned hereby certifies that he/she is a duly authorized agent for the applicant, and that on the 8th day of September, 2016, a true and correct copy of the application referenced above was delivered or mailed to the following parties:

NOTE: A copy of this affidavit must be served as a part of the application.

Name:  
SFH Trust (Surface Owner)  
2180 W. Parallel Rd.  
Garden City, KS 67846

Merit Energy Company  
PO Box 1293  
Liberal KS 67905

Signed this 8th day of September, 2016 .



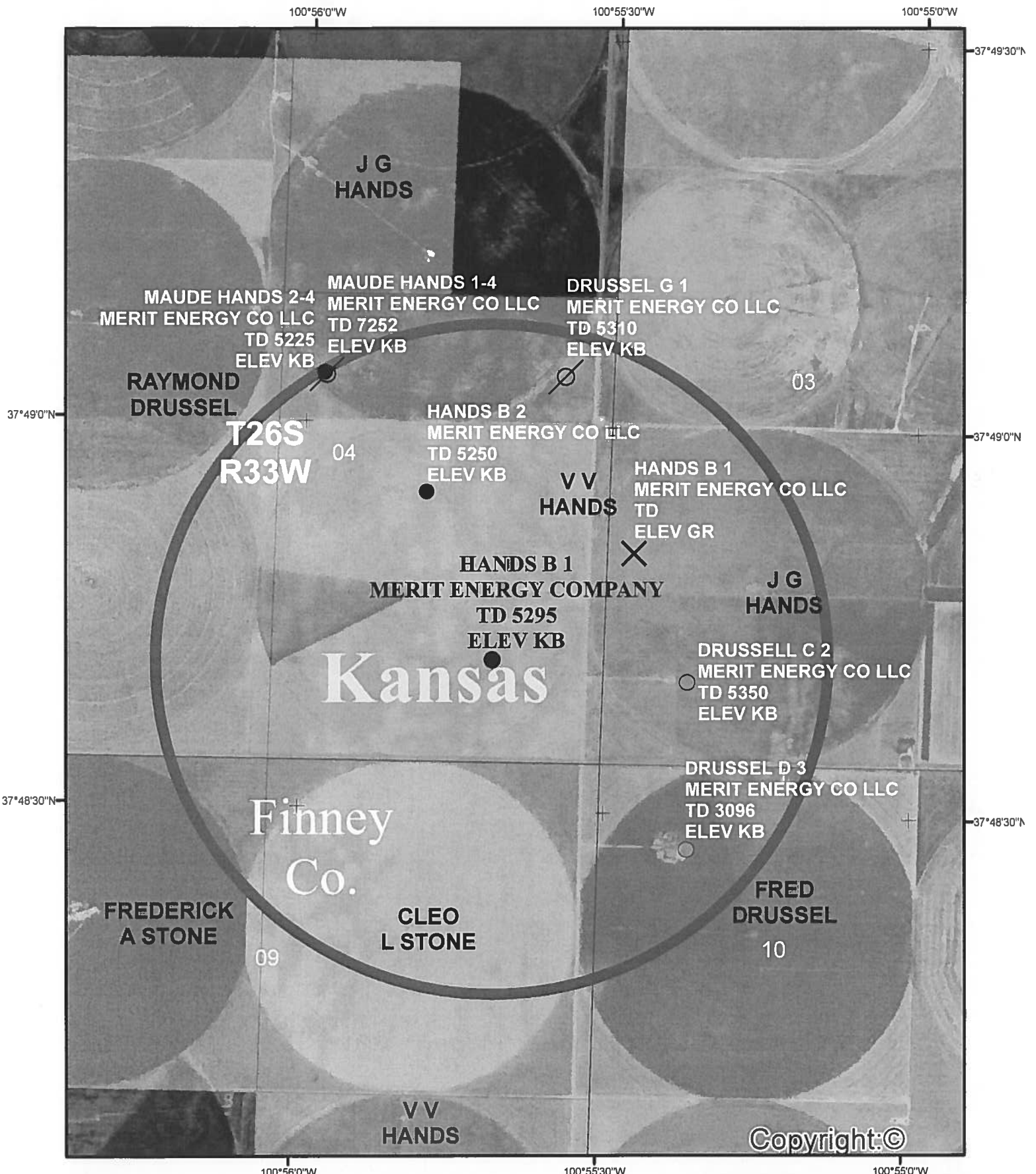
*Idania B. Medina*  
Idania B. Medina  
Applicant or Duly Authorized Agent

Subscribed and sworn to before me this 8th day of September, 2016

*Vickie L. Sexton*  
Notary Public

My Commission Expires: 8-11-18

Protests may be filed by any party having a valid interest in the application. Petitions for protests shall be in writing and shall clearly identify the name and address of the protestant and the title of the application. The petition shall include a clear and concise statement of the direct and substantial interest of the protestant in the proceedings, including the manner in which the protestant may be affected, and the nature, extent, character and grounds of the protest. Protestants shall serve the protest upon the applicant by mail or personal service at the same time or before the protestant files the protest with the Conservation Division.



- GAS
- OIL; OIL-WO
- × AB-LOC
- ⊘ D&A
- 1/2 MILE BUFFER
- MERIT LEASES



<b>M</b>	
MERIT ENERGY COMPANY	
HANDS B1 W/ 1/2 MILE BUFFER FINNEY CO., KANSAS	
Map by: Richard Norzagaray	Scale: 1:12,000
Date: JUNE 17, 2016	
Projection: State Plane Kansas South NAD 27	

CUSTOMER PRINTS ARE NOT BEARING ANY LIABILITY FOR THE ACCURACY OF THE INFORMATION CONTAINED HEREIN.



# LEGAL PROOF OF PUBLICATION

Account #	Ad Number	Identification	PO	Amount	Cols	Lines
457658	0002516722	BEFORE THE STATE CORPORATION CO		\$354.53	1	59

**Attention:**

MERIT ENERGY CORPORATION  
1701 N. KANSAS  
LIBERAL, KS 67905

In The STATE OF KANSAS  
In and for the County of Sedgwick  
AFFIDAVIT OF PUBLICATION

1 Insertions

Beginning issue of: 06/18/2016

Ending issue of: 06/18/2016

STATE OF KANSAS)

.SS

County of Sedgwick)

Mark Fletchall, of lawful age, being first duly sworn, deposeth and saith: That he is Record Clerk of The Wichita Eagle, a daily newspaper published in the City of Wichita, County of Sedgwick, State of Kansas, and having a general paid circulation on a daily basis in said County, which said newspaper has been continuously and uninterruptedly published in said County for more than one year prior to the first publication of the notice hereinafter mentioned, and which said newspaper has been entered as second class mail matter at the United States Post Office in Wichita, Kansas, and which said newspaper is not a trade, religious or fraternal publication and that a notice of a true copy is hereto attached was published in the regular and entire Morning issue of said The Wichita Eagle from 6/18/2016 to 06/18/2016.

I certify (or declare) under the penalty of perjury that the foregoing is true and correct.

*Mark Fletchall*

(Signature of Principal Clerk)

DATED: 6/20/2016

*Jennifer Rae Bailey*  
Notary Public Sedgwick County, Kansas

**BEFORE THE STATE CORPORATION  
COMMISSION OF THE STATE OF  
KANSAS  
NOTICE OF FILING APPLICATION**

RE: Merit Energy Company. Application for order to commingle Marmaton & Chester sources of supply in HANDS B-1 well, located in Sec.4-26S-33W, Finney County, Kansas.

TO: All Oil and Gas Producers, Unleased Minerals Interest Owners, Landowners, and all persons whose-ever concerned.

You, and each of you, are hereby notified that Merit Energy Company has filed an application to commingle the production from the Marmaton & Chester sources of supply in the HANDS B-1 well, located in the SE-NW-SE-SE of Sec 4 Twp 26S R 33W in Finney County, Kansas.

Any persons who object to or protest this application shall be required to file their objections or protests with the Conservation Division of the State Corporation Commission of the State of Kansas within fifteen (15) days from the date of this publication. These protests shall be filed pursuant to Commission regulations and must state specific reasons why the grant of the application may cause waste, violate correlative rights or pollute the natural resources of the State of Kansas. If no protests are received, this application may be granted through a summary proceeding. If valid protests are received, this matter will be set for hearing.

All persons interested or concerned shall take notice of the foregoing and shall govern themselves accordingly.

Merit Energy Company  
P.O. Box 1293  
Liberal, KS 67905  
(620)-629-4200

JENNIFER RAE BAILEY  
Notary Public - State of Kansas  
My Appt. Expires 6/14/2017



# Proof Of Publication

## State Of Kansas - Finney County

Dena A. Sattler, being first duly sworn, deposes and says that she is publisher of **THE GARDEN CITY TELEGRAM**, a weekly newspaper printed in the State of Kansas and published in and of general circulation in Finney County, Kansas, on a weekly basis in Finney County, Kansas, and that said newspaper is not a trade, religious, or fraternal publication.

THAT said newspaper is daily published at least weekly fifty (50) times a year; has been so published continuously and uninterruptedly in said county and state for a period of more than five (5) years prior to the first publication of said notice.

THAT the attached notice is a true copy thereof and was published in the regular and entire issue of said newspaper for 1 consecutive days/weeks. The first (1st) publication thereof being made as aforesaid on the 10<sup>th</sup> day of June, 2016.

With subsequent publications being made on the following dates:

2<sup>nd</sup> Publication made on the 11<sup>th</sup> day of June .20  
 3<sup>rd</sup> Publication made on the 12<sup>th</sup> day of June .20  
 4<sup>th</sup> Publication made on the 13<sup>th</sup> day of June .20

Publication Fee: \$ 58.17  
 Affidavits (Additional Copies): @ \$5 each \$ \_\_\_\_\_  
 Total Publication Fee: \$ 58.17

Sign  
Dena A. Sattler

Witness my hand this 20 day of June, 2016

SUBSCRIBED AND SWORN before me this 20 day of June, 2016.

Nancy Miller  
 (Notary Public)  
 My commission expires 11-25-17

Legal Invoice #  
247813

(Published in The Garden City Telegram Tuesday June 21, 2016.)

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Merit Energy Company  
 P.O. Box 1293  
 Liberal, KS 67905  
 (620)-629-4200

247813

NOTARY PUBLIC - State of Kansas  
**NANCY MILLER**  
 My Appt. Exp 11-25-17

Conservation Division  
266 N. Main St., Ste. 220  
Wichita, KS 67202-1513



Phone: 316-337-6200  
Fax: 316-337-6211  
<http://kcc.ks.gov/>

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

Sam Brownback, Governor

September 23, 2016

Idania Medina  
Merit Energy Company  
13727 Noel Rd Ste 1200  
Dallas, TX 75240

RE: Approved Commingling CO091601  
Hands B 1  
API No. 15-055-22244-00-01

Dear Ms. Medina:

Your Application for Commingling (ACO-4) for the above described well has been reviewed and approved by the Kansas Corporation Commission (KCC) per K.A.R. 82-3-123. Notice was examined and found to be proper per K.A.R. 82-3-135a. No protest had been filed within the 15-day protest period.

Based upon the depth of the Chester formation perforations, total oil production shall not exceed 200 BOPD and total gas production shall not exceed 50% of the absolute open flow (AOF).

Sincerely,

Rick Hestermann  
Production Department