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

All blanks must be complete

TEMPORARY ABANDONMENT WELL APPLICATION

OPERATOR: License#				API No. 15-				
lame:				Spot Descrip	otion:			
Address 1:					Sec	Twp S. R.		E W
Address 2:						feet from N /		
City:	State:	Zip: +		feet from E / W Line of Section				
Contact Person:Contact Person Email:				GPS Location: Lat:				
				Lease Name:				
Field Contact Person Phone	ə:()			SWD Permit #: ENHR Permit #:				
					age Permit #:	 Date Shut-In:		
	0	Overfa	Des			1		
Circ	Conductor	Surface	Pro	oduction	Intermediate	Liner	Tubing	
Size Setting Depth								
Amount of Cement								
Top of Cement								
Bottom of Cement								
l								
Casing Fluid Level from Sur								
Casing Squeeze(s):	to w /	sacks of ce	ment,	to	W /	sacks of cement. Dat	:e:	
o you have a valid Oil & G	as Lease? Yes	No						
enth and Type: .lunk i	in Hole at	Tools in Hole at	Ca	sing Leaks:	Yes No Denth o	f casing leak(s):		
Depth and Type: Junk i								
ype Completion: ALT.		,				(depth) W /	sack c	i cement
Packer Type:	Size:		Inch	Set at:	Feet			
otal Depth:	Plug Bad	ck Depth:		Plug Back Metho	d:			
Geological Date:								
Formation Name	Formation	Ton Formation Page			Completion I	oformation		
offination Name		Top Formation Base to Feet	Porfo	ration Interval	Completion I	t or Open Hole Interval_	to	Foot
•		to Feet				t or Open Hole Interval		
	At	10 Feet	reno	ration interval—	10 Fee	t of Open Hole Interval	10	
INDED DENALTY OF DED	IIIDVI UEDEDV ATTE	OT THAT THE INCODMA	TION CO	NTAINED HEDE	EIN ICTUIE AND COE	DECTTO THE DEST OF	. WAN TANOVAL E	:DCE
		Submitte	ed Ele	ctronically	,			
				,				
Do NOT Write in This	Date Tested:	Re	esults:		Date Plugged:	Date Repaired: Date F	Put Back in Serv	/ice:
Space - KCC USE ONLY	· 	_						
Review Completed by:			Comm	nents:				
TA Approved: Yes	Denied Date:							
		Mail to the Ann	rangiata !	KCC Cancarus	stion Office:			

Mail to the Appropriate KCC Conservation Office:

from both from the fight but had fight gamp and may be from	KCC District Office #1 - 210 E. Frontview, Suite A, Dodge City, KS 67801	Phone 620.225.8888
100 100 100 100 100 100 100 100 100 100	KCC District Office #2 / UPGS - 3450 N. Rock Road, Building 600, Suite 601, Wichita, KS 67226	Phone 316.630.4000
The control of the co	KCC District Office #3 - 1500 SW Seventh Steet, Chanute, KS 66720	Phone 620.432.2300
Size that the first part of the part of th	KCC District Office #4 - 2301 E. 13th Street, Hays, KS 67601-2651	Phone 785.625.0550

KCC OIL/GAS REGULATORY OFFICES

Date: <u>10/02/14</u>	District: <u>01</u>		Case #:
	New Situation	on [Lease Inspection
	Response to	Request	Complaint
	Follow-Up	[v	Field Report
Operator License No: 32446	API Well Number	: <u>15-055-20844-</u> 0	0-00
Ор Name: Merit Energy Co	Spot: <u>SW NE S</u>	SE Sec15	Twp 23 S Rng 34 E / W
Address 1: 13727 Noel Rd, Ste 500	1656		Feet from N/VS Line of Section
Address 2:			Feet from E/ W Line of Section
City: Dallas	GPS: Lat: <u>38.05</u>	5 <u>156</u> Long: <u>10</u>	1.03286 Date: 10/2/14
State: Texas Zip Code: 75240 -			Well #: <u>4-15</u>
Operator Phone #: (972) 628-1569	County: <u>Finney</u>		
Reason for Investigation:			
Pressure test the casing again after setting a 2nd C	IBP. Operator pl	ans to file for a 3 ye	ear extension to the 10 year rule.
Problem:			
With CIBP set @ 4000', the csg test failed on	8/14/14.		
Persons Contacted:			
None			
Findings:	~ (@ 2004! w/	GEO av. Darfa @	1616 to 1656
8 5/8 @ 1829', 5 1/2 @ 4827 w/ 225 sx. DV to 9-18-14 Operator knocked out CIBP @ 400			
10-2-14 K&L Tank Svc loaded csg w/ water	and pressure	tested the csg to	345# for 1 hour.
Holding			
			D. /
	Up Required Y	es No	Date:
Casing pressure test is satisfactory			
_	. 00		
Enteredi	n KBON	N 10/7/14	M
Verification Sources:		1	Photos Taken:
RBDMS KGS TA	A Program	- IZ 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	
T-I Database District Files Co	ourthouse	By: Ken Jehlik	
Other:		PIRT 2	

Retain 1 Copy District Office Send 1 Copy to Conservation Division

Form: <u>02/22/2008</u>

OCT 1 6 2014

THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

D - C	\sim	
Before	Comm	issioners:

Shari Feist Albrecht, Chair

Jay Scott Emler

Pat Apple

In the Matter of the Application of Merit Energy) I	Docket No. 15-CONS-183-CEXC
Company for an Exception to the 10-year time	
Limitation of K.A.R. 82-3-111 for its Baker 4-15 Well)	CONSERVATION DIVISION
in the Southwest Quarter of the Northeast Quarter of	
the Southeast Quarter of Section 18, Township 23	License No. 32446
South, Range 34 West, Finney County, Kansas.	

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(s).
- 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(s) for mechanical integrity.
- 9. Commission Staff met internally and reviewed the application. Staff determined that the application and the mechanical integrity test(s) 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 operator has demonstrated a potential future use for the well(s), and there is not a 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(s) is granted for three years. The operator must file annual TA forms for the subject well(s). The first TA form(s) shall be filed within 30 days.

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: 0CT 1 4 2014

Thomas A. Day

Acting Executive Director

Date Mailed:

10/15/14

LRP

GERTIFY THE ORIGINAL
ODBY IS ON FILE WITH
The State Corpercation Commission

OCT 1 4 2014

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CERTIFICATE OF SERVICE

I certify that on	10/15/14	, I caused a complete and accurate copy
of this Order to be served vi	a United States mail	l, with the postage prepaid and properly
addressed to the following:		

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

Stephen Pfeifer, KCC District #1

/s/ Lane Palmateer
Lane 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/

Sam Brownback, Governor

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

October 07, 2016

Katherine McClurkan Merit Energy Company, LLC 13727 Noel Road, Suite 120 DALLAS, TX 75240

Re: Temporary Abandonment API 15-055-20844-00-00 BAKER 4-15 SE/4 Sec.15-23S-34W Finney County, Kansas

Dear Katherine McClurkan:

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 10/14/2017.

Your exception application expires on 10/14/2017.

- * 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 10/14/2017.

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

Very truly yours,

Michele Pennington