

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1078289

Form ACO-4 Form must be typed March 2009

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

OPERA	TOR: 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 co	•					
	Formation:	, ,					
	Formation:	,					
	Formation:	, ,					
	Formation:	` ,					
	Formation:	(Perfs): _					
2.	Estimated amount of fluid production to be commingled from each in	nterval:					
2.	Formation:		MCFPD:	BWPD:			
	Formation:	BOPD:	MCFPD:	BWPD:			
	Formation:	BOPD:	MCFPD:	BWPD:			
	Formation:	BOPD:	MCFPD:	BWPD:			
	Formation:		MCFPD:				
3.	Plat map showing the location of the subject well, all other wells on the subject well, and for each well the names and addresses of the l	•	•	nin a 1/2 mile radius of			
	the subject well, and for each well the harnes and addresses of the i	essee of record of oper	ator.				
4.	Signed certificate showing service of the application and affidavit of	publication as required	in K.A.R. 82-3-135a.				
	mmingling of PRODUCTION ONLY, include the following:						
<u> </u>	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 Cor	mmingling of FLUIDS ONLY, include the following:						
7.	Well construction diagram of subject well.						
8.	Any available water chemistry data demonstrating the compatibility of	of the fluids to be comm	ningled.				
current i mingling	VIT: I am the affiant and hereby certify that to the best of my nformation, knowledge and personal belief, this request for comistrue and proper and I have no information or knowledge, which sistent with the information supplied in this application.	Su	bmitted Electronically	1			

KCC Office Use Only

Denied Approved

15-Day Periods Ends:

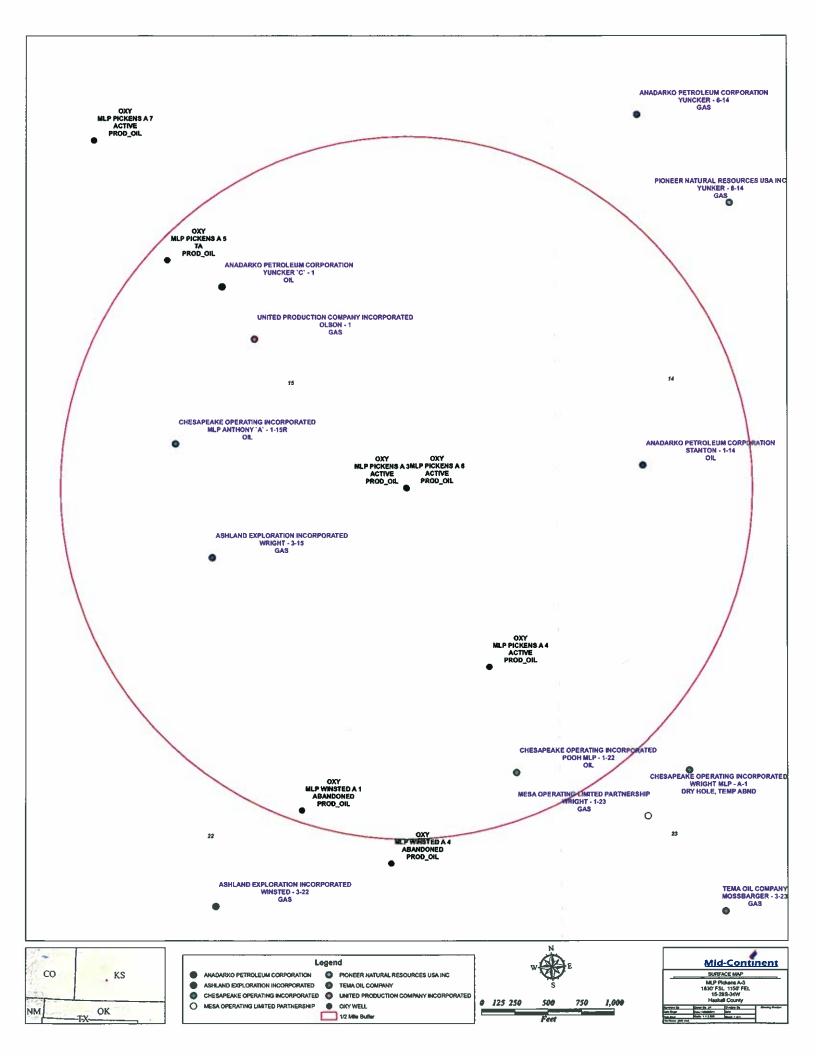
Approved By: _______ Date: _______

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 wihin 15 days of publication of the notice of application.

AFFIDAVIT OF NOTICE SERVED

RE:	Application for:	OXY USA Inc.	-
	Well Name:	MLP Pickens A 3 Legal Location SE S-15 T-29S R-34W	
The unc	dersigned hereby c	certifies that he/she is a duly authorized agent for the applicant, and that on the _	9th
day of	April	, 2012, a true and correct copy of the application referenced	above was
delivere	ed or mailed to the	e following parties:	
NOTE:	A copy of this affidavi	it must be served as a part of the application.	
<u>Name</u>		Address (attach additional sheets if necessary.)	
Oxy USA Anadarko Chesapea	st (Surface Owner) A, Inc. D Petroleum Corp. Ake Operating Inc. Natural Resources	1593 Road FF, Satanta, KS 67870 P.O. Box 2528, Liberal, KS 67905 P.O. Box 1330, Houston, TX 77251 P.O. Box 18496, Oklahoma City, OK 73118 5205 N. O'Connor Blvd., Irving, TX 75039	
A	this <u>9th</u> day of <u>A</u> ANITA PETI Notary Public - Sta y Appt. Expires Octob	ERSON site of Kansas per 1, 2013 Laura Beth Hickert	1.4.2.2.1
	ibed and sworn to mmission Expires:	Onto Leteron Notary Public	Agent
1419 00			

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 protests upon the applicant by mail or personal service at the same time or before the Protestant files the protest with the Conservation Division.



AFFIDAVIT

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 for _1_ issues, that the first publication of said notice was

made as aforesaid on the 19th of

March A.D. 2012, with

subsequent publications being made on the following dates:

And affiant further says that he has personal knowledge of the statements above set forth and that they are true.

Subscribed and sworn to before me this

<u> 19th day of March, 2012</u>

PENNY L. CASE Notary Public - State of Ka My Appt. Expires

Notary Public Sedgwick County, Kansas

Printer's Fee : \$113.20

LEGAL PUBLICATION

PUBLISHED IN THE WICHITA EAGLE MARCH 19, 2012 (3174357)
BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS NOTICE OF FILING APPLICATION (1) Commingle Lansing, Kansas City, and Chester sources of supply in MLP Pickens A-3 well, located in Sec. 15 Two 29S R 34W, Haskell County, Kansas.

All Oil and Gas Producers, Unleased Minerals Interest Owners, all Landowners, and whoseever concerned.

You, and each of you, are hereby notified that OXY USA inc. has filed an application to commingle the production from the Lansing, Kansas City, and Chester sources of supply in the MLP Pickens A-3 well, located in the SE/4 of Sec. 15 Twp 29S R 34W in Haskell County, Kansas.

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 waste, violate correlative rights or pollute the waste, violate correlative rights or pollule the natural resources of the State of Kansas. If no protests are received, this application may be granted through a summery proceeding. If valid profests 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.

OXY USA Inc. P.O. Box 2528 Liberal, KS 67905 (620)-629-4200

Proof of Publication

STATE OF KANSAS COUNTY OF HASKELL SS. yanac being first duly sworn, deposes and says that he/she is editor of THE HASKELL COUNTY MONITOR-CHIEF, a weekly newspaper printed in the State of Kansas and published in and of general circulation in Haskell County, Kansas, with a general paid circulation on a weekly basis in Haskell County, Kansas and that said newspaper is not a trade, religious or fraternal publication. Said newspaper is a weekly, published at least weekly 50 times a year; has been so published continuously and uninterruptedly in said county and state for a period of more than five years prior to the first publication of said notice; and has been admitted at the post office of Sublette in said county as second class matter. That the attached notice is a true copy thereof, and was published in the regular and entire issue of said newspaper for ____ consecutive week(s). The first publication thereof being made as aforesaid on the day of MATCH, 20 12. with subsequent publications being made on the following dates: ______, 20 _____ Witness my hand this My commission expires _ 2 · 7 · 2014 Publication fee Affidavit, Notary's Fee

Additional Copies

Cylens Explice Cabrusty 7, 2014

Total Fee (Seal)

Legal Notice

(Published in the Haskell County Monitor on Wednesday, March 21, 2012.)

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

RE: OXY USA Inc. Application for order to commingle Lansing, Kansas City, and Chester sources of supply in MLP Pickens A-3 well, located in Sec. 15 Twp 29S-R 34W, Haskell County, Kansas.

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

You, and each of you, are hereby notified that OXY USA Inc. has filed an application to commingle the production from the Lansing, Kansas City, and Chester sources of supply in the MLP Pickens A-3 well, located in the SE/4 of Sec. 15 Twp 29S R 34W in Haskell County, Kansas.

Any persons wno 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.

OXY USA Inc. P.O. Box 2528 Liberal, KS 67905 (620)-629-4200



CONFIDENTIAL

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1073065

Form ACO-1 June 2009 Form Must Be Typed Form must be Signed All blanks must be Filled

WELL COMPLETION FORM WELL HISTORY - DESCRIPTION OF WELL & LEASE

OPERATOR: License #5447	API No. 15 - 15-061-21174-00-02
Name: OXY USA Inc.	Spot Description:
Address 1: 5 E GREENWAY PLZ	NW SW NE SE Sec. 15 Twp. 29 S. R. 34 East V West
Address 2: PO BOX 27570	
City: HOUSTON State: TX Zip: 77227 + 7570	1150 Feet from 🗹 East / 🗌 West Line of Section
Contact Person: BETH HICKERT	Footages Calculated from Nearest Outside Section Corner:
Phone: (<u>620</u>) <u>629-4253</u>	□ne □nw ☑se □sw
CONTRACTOR: License #	County:_Haskell
Name: Key Energy Services, LLC	Lease Name: MLP PICKENS A Well #: 3
Wellsite Geologist: N/A	Field Name:
Purchaser:	Producing Formation: LANSING, KANSAS CITY, CHESTER
Designate Type of Completion:	Elevation: Ground: 2967 Kelly Bushing: 2975
New Well Re-Entry ✓ Workover	Total Depth: 5600 Plug Back Total Depth: 5559
✓ oil wsw swd swd stow	Amount of Surface Pipe Set and Cemented at: 1643 Feet
☐ Gas ☐ D&A ☐ ENHR ☐ SIGW	Multiple Stage Cementing Collar Used? ☐ Yes ☑ No
☐ OG ☐ GSW ☐ Temp. Abd.	If yes, show depth set: Feet
CM (Coal Bed Methane)	If Alternate II completion, cement circulated from:
Cathodic Other (Core, Expl., etc.):	feet depth to:w/sx cmt
f Workover/Re-entry: Old Well Info as follows:	
Operator: OXY USA, INC.	Outline Fluid Management Disc
Well Name: MLP PICKENS A-3	Drilling Fluid Management Plan (Data must be collected from the Reserve Pit)
Original Comp. Date: 04/16/1998 Original Total Depth: 5600	Obligation and the state of the
☐ Deepening	Chloride content:ppm Fluid volume:bbls
Conv. to GSW	Dewatering method used:
Plug Back: Plug Back Total Depth	Location of fluid disposal if hauled offsite:
Commingled Permit #:	Operator Name:
Dual Completion Permit #:	Lease Name: License #:
SWD Permit #:	
ENHR Permit #:	Quarter Sec TwpS. R East Wes
GSW Permit #:	County: Permit #:
10/03/2011 10/21/2011	
Spud Date or Date Reached TD Completion Date or Recompletion Date	

AFFIDAVIT

I am the affiant and I hereby certify that all requirements of the statutes, rules and regulations promulgated to regulate the oil and gas industry have been fully complied with and the statements herein are complete and correct to the best of my knowledge.

Submitted Electronically

NCC Office OSe ONLT
Letter of Confidentiality Received Date: 01/30/2012
Confidential Release Date:
Wireline Log Received
Geologist Report Received
UIC Distribution
ALT I II Approved by: NAOMI JAMES Date: 01/30/2012

Side Two



Operator Name: OX	Y USA Inc.		Lease N	Name:	VILP PICKEN	5 A	Well #: <u>3</u> _		
Sec. 15 Twp.29	s. R. 34	☐ East 🗸 West	County:	Hask	ell				
time tool open and clo recovery, and flow rate	sed, flowing and shut-	base of formations per in pressures, whether s t, along with final chart(rell site report.	shut-in press	sure reac	thed static level,	hydrostatic p	ressures, bottom l	hole temp	erature, fluid
Drill Stem Tests Taken (Attach Additional S		☐ Yes ☑ No		 ✓Lo	og Formation	n (Top), Dept	h and Datum	:	Sample
Samples Sent to Geol	ogical Survey	∏Yes √ No		Name			Тор	נ	Datum
Samples Sent to Geological Survey Cores Taken Electric Log Run Electric Log Submitted Electronically (If no, Submit Copy) Yes No Yes No				SEE ORIGINAL					
List All E. Logs Run:									
		CASING Report all strings set-	RECORD conductor, sur	Ne	_	on, etc.			
Purpose of String	Size Hole Drilled	Size Casing Set (In O.D.)	Weig	ıht	Setting Depth	Type of Cement			and Percent
					·				·
		ADDITIONAL	CEMENTIN	IG/SQU	EEZE RECORD	<u></u>			
Purpose: Perforate	Depth Top Bottom	Type of Cement	# Sacks	Used	Type and Percent Additives				
Protect Casing Plug Back TD Plug Off Zone	-								
	15 1								
Shots Per Foot PERFORATION RECORD - Bridge Plugs Set/Type Specify Footage of Each Interval Perforated					Acid, Fracture, Shot, Cement Squeeze Record (Amount and Kind of Material Used) Depth				
4 4512-4518 LANSING D					ACID 1008 GAL 15% FE MCA FLUSH 798 GAL 2 % KCL 4512-45				
4 4082-4090, 4132-4140 LANSING A					ACID 2400 GAL 15% FE MCA FLUSH 2 % KCL 4082-414				
TUBING RECORD: 2	Size: :.375	Set At: 5397	Packer At	:	Liner Run:	Yes ✓	No No		
Date of First, Resumed 10/21/2011	Production, SWD or ENH	R. Producing Met	hod: Pumping	g 🗆	Gas Lift 0	ther (Explain) _			
Estimated Production Per 24 Hours	Oil Bt 5	ols. Gas	Mcf	Wate	er Bt 5	ols.	Gas-Oil Ratio 2000		Gravity
DISPOSITIO	ON OF GAS:		METHOD OF	COMPLE	TION:		PRODUCTI	ION INTER	VAL:
Vented Sold Used on Lease Open Hole Perf. □				Dually	Comp. Com	nmingled	LANSING, KA		
(If vented, Sub	_	Other (Specify)		(Submit A	(Subr	nit ACO-4)	CHESTER		

Conservation Division Finney State Office Building 130 S. Market, Rm. 2078 Wichita, KS 67202-3802



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

Sam Brownback, Governor

Mark Sievers, Chairman Ward Loyd, Commissioner Thomas E. Wright, Commissioner

April 24, 2012

Laura Beth Hickert OXY USA, Inc. 5 E Greenway Plz Houston, TX 77227-7570

RE: Approved Commingling CO041207

MLP Pickens A #3, Sec.15-T29S-R34W, Haskell County

API No. 15-081-21174-00-02

Dear Ms. Hickert:

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. This application, which was received by the KCC on April 9, 2012, concerns approval to simultaneously produce from the following sources of supply through the same tubing string in the same wellbore:

	Estimated Current Production			
Source of Supply	BOPD	MCFPD	BWPD	Perf Depth
Lansing	2	4	9	4082-4518
Kansas City	2	3	8	4581-4591
Chester	1	3	8	5314-5346
Total Estimated Current Production	5	10	25	

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).

Commingling ID number CO041207 has been assigned to this approved application. Use this number for well completion reports (ACO-1) and other correspondence that may concern this approved commingling.

Sincerely.

Rick Hestermann Production Department