

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION 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)

OPERAT	OR: License #	API No. 15						
Name:		Spot Description:						
Address	1:		S	ec	Twp	S. R.		East West
Address	2:			Feet fro	om	North /	South	Line of Section
City:	State: Zip:+			Feet fro	om 🗌	East /	West	Line of Section
	Person:						_	
	()	2						
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 e	each interval:						
	Formation:	BOPD:			D:		BWPD:	
	Formation:	BOPD:			D:		BWPD:	
	Formation:	BOPD:			D:		BWPD:	
	Formation:	BOPD:			D:		BWPD:	
	Formation:	BOPD:			D:		BWPD:	
_	Plat map showing the location of the subject well, all other well the subject well, and for each well the names and addresses of Signed certificate showing service of the application and affida miningling of PRODUCTION ONLY, include the following:	of the lessee of rec	ord or operate	or.	0		in a 1/2 r	mile radius of
5.	Wireline log of subject well. Previously Filed with ACO-1:	_						
6.	Complete Form ACO-1 (Well Completion form) for the subject	well.						
For Con	nmingling of FLUIDS ONLY, include the following:							
7.	Well construction diagram of subject well.							
8.	Any available water chemistry data demonstrating the compati	ibility of the fluids t	o be commine	aled.				
	,	,		0				
current ir mingling	/IT: I am the affiant and hereby certify that to the best of my normation, knowledge and personal belief, this request for comis true and proper and I have no information or knowledge, which istent with the information supplied in this application.		Subr	mitted	Electr	onically	,	
De	Coffice Use Only		mply with K.A.F					. Protests must be ys of publication of

Date: _

Approved By:

AFFIDAVIT OF NOTICE SERVED

RE: Application for Commingling of Production

Well Name: Phillip #2-26

Legal Location: SW/NW/NE/NW Section 26-13S-31W, Gove County, Kansas

The undersigned hereby certificates that he/she is a duly authorized agent for the applicant, and that on the 22nd day of August, 2012, a true and correct copy of the application referenced above was delivered or mailed to the following parties:

Ritchie Exploration, Inc., 8100 E. 22nd North, Bldg 700, Wichita, KS 67226 Shakespeare Oil Company, Inc., 202 W. Main, Salem, IL 62881 Grand Mesa Operating Company, 1700 N. Waterfront Pkwy, B600, Wichita, KS 67206-5514

I further attest that notice of the filing of this application was published in **The Gove County Advocate**, the official county publication of **Gove County**, Kansas and the **Wichita Eagle**, Wichita, Kansas. Copies of these affidavits of publication are attached.

Signed this 22nd day of August, 2012.

GRAND MESA OPERATING COMPANY

Applicant of Duly Authorized Agent: _

Ronald N. Sinclair, President

Subscribed and sworn to before me this 22nd day of August, 2012.

Notary Public;

Phyllis É. Brewer, Notary Public 11817 W. Jamesburg St. Wichita, KS 67212

My Commission Expires: July 21, 2015

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

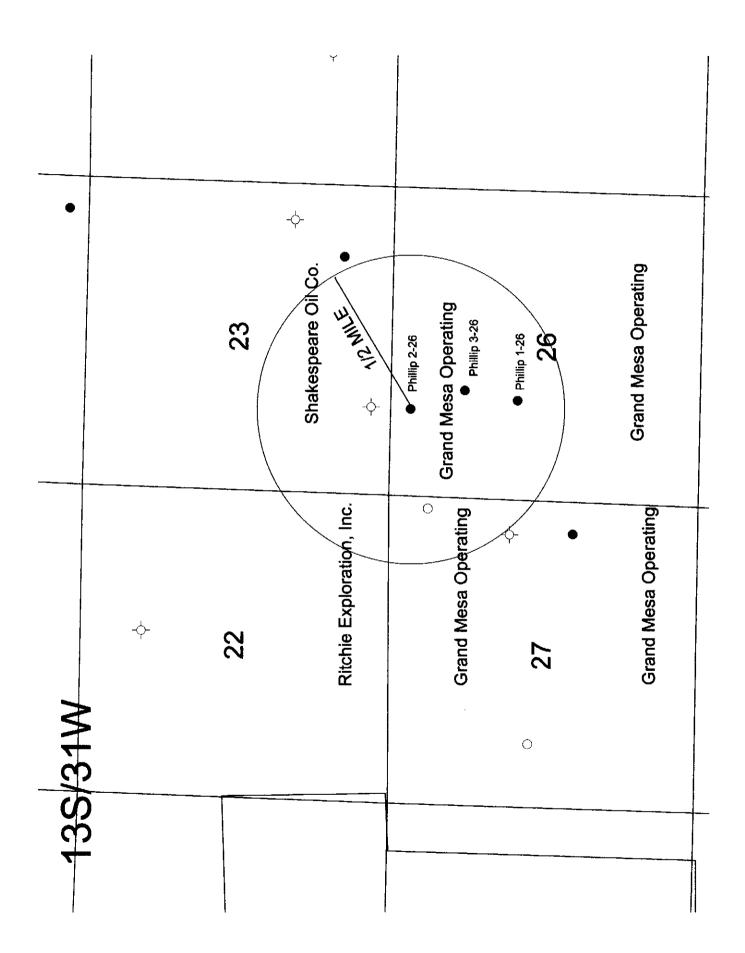
- RE: Grand Mesa Operating Company, License #9855– Application for a commingling of production for the Phillip #2-26, located in Gove County, Kansas.
- TO: All Oil & Gas Producers, Unleased Mineral Interest Owners, Landowners and all persons concerned.

You, and each of you, are hereby notified that Grand Mesa Operating Company – has filed an application for commingling production or fluids from the Lansing and the Ft. Scott Formations. The subject well, the Phillip #2-26, is located 344 feet from the north line and 1491 feet from the west line in the SW NW NE NW of Section 26, Township 13 South, Range 31 West, Gove County, Kansas.

Any persons who object to or protest this application shall be required to file their objections or protest with the Conservation Division of the State Corporation Commission of the State of Kansas within fifteen (15) days of the publication of this notice. These protests shall be filed pursuant to Commission regulations and must state specific reasons why granting the application may cause waste, violate correlative rights or pollute the natural resources of the State of Kansas.

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

Grand Mesa Operating Company Ronald N. Sinclair, President 1700 N. Waterfront Pkwy, Bldg 600 Wichita, KS 67206-5514 (316) 265-3000





1090306 KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

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

	OIL & GAS CONSERVATION DIVISION
CONFIDENTIAL	WELL COMPLETION FORM
WELLH	HISTORY - DESCRIPTION OF WELL & LEASE

OPERATOR: License #9855		API No. 15
Name: Grand Mesa Operating Company		Spot Description:
Address 1:	600	SW_NW_NE_NW_Sec. 26_Twp. 13_S. R. 31_ East West
		344 Feet from V North / South Line of Section
Address 2:	67206 _ 5514	1491 Feet from East / Vest Line of Section
-	Ť	Footages Calculated from Nearest Outside Section Corner:
Contact Person: Ronald N. Sinclair		
Phone: ()		
CONTRACTOR: License #	<u> </u>	County: Gove Lease Name: PHILLIP Well #: 2-26
Name:Murfin Drilling Co., Inc.		
Wellsite Geologist: Kent R. Matson	. 	Field Name: Wildcat
Purchaser: NCRA		Producing Formation: Lwr. Ft. Scott & Lansing
Designate Type of Completion:		Elevation: Ground: 2867 Kelly Bushing: 2872
New Well Re-Entry	Workover	Total Depth: 4632 Plug Back Total Depth: 4609
	□ slow	Amount of Surface Pipe Set and Cemented at: 213 Feet
	☐ sigw	Multiple Stage Cementing Collar Used? 📝 Yes 🗌 No
	Temp. Abd.	If yes, show depth set: 2378 Feet
CM (Coal Bed Methane)		If Alternate II completion, cement circulated from: 2378
Cathodic Other (Core, Expl., etc.):		feet depth to: 0 w/_ 300 sx cmt.
If Workover/Re-entry: Old Well info as follows:		leet depin tow/w/ ox onte
Operator:	_	
Well Name:		Drilling Fluid Management Plan (Data must be collected from the Reserve Pit)
Original Comp. Date: Original Tota		
·	NHR Conv. to SWD	Chloride content: 8000 ppm Fluid volume: 900 bbis
Deepening Re-perf. Conv. to Et		Dewatering method used: Evaporated
Plug Back: Plug E		Location of fluid disposal if hauled offsite:
		Our set of Marcol
		Operator Name:
		Lease Name: License #:
		QuarterSecTwpS. R [] East [] Wes
		County: Permit #:
06/06/2012 06/17/2012	07/13/2012	
	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

	KCC Office Use ONLY
Ø	Letter of Confidentiality Received Date: 08/13/2012
	Confidential Release Date:
\mathbf{V}	Wireline Log Received
\mathbf{V}	Geologist Report Received
	UIC Distribution
AL	「

	Side Two	
Operator Name: Grand Mesa Operating Company	Lease Name: PHILLIP	Well #:2-26
Sec. <u>26</u> Twp. <u>13</u> S. R. <u>31</u> ☐ East 🗹 West	County: Gove	

INSTRUCTIONS: Show important tops and base of formations penetrated. Detail all cores. Report all final copies of drill stems tests giving interval tested, time tool open and closed, flowing and shut-in pressures, whether shut-in pressure reached static level, hydrostatic pressures, bottom hole temperature, fluid recovery, and flow rates if gas to surface test, along with final chart(s). Attach extra sheet if more space is needed. Attach complete copy of all Electric Wireline Logs surveyed. Attach final geological well site report.

Drill Stem Tests Taken (Attach Additional Sheets)	✓ Yes	No	Log	Formation (Top), Depth and Datum	Sample
Samples Sent to Geological Survey	✓ Yes	No	Name Áttached	Top Attached	Datum Attached
Cores Taken Electric Log Run Electric Log Submitted Electronically (If no, Submit Copy)	☐ Yes ✔ Yes ✔ Yes	✓ No ○ No ○ No			
List All E. Logs Run: Attached					

Size Casing Set (In O.D.)	et-conductor, surface, Weight Lbs. / Ft.	Setting Depth	Type of Cement	# Sacks Used	Type and Percent Additives
8.625	24	213	Common	165	3% CC, 2% Gel
5.50	15.5	4630	EA-2	175	1/4#sx Flocele
•					

		ADDITION	AL CEMENTING / SQUEEZE RE	CORD	
Purpose:	Depth Top Bottom	Type of Cement	# Sacks Used	Type and Percent Additives	
—— Perforate ✓_ Protect Casing —— Plug Back TD	0-2378	SMD	300		
Plug Off Zone	_				

Shots Per Foot	PERFORATION RECORD - Bridge Plugs Set/Type Specify Footage of Each Interval Perforated			pe	Acid, Fracture, Shot, Cement Squeeze Record (Amount and Kind of Material Used)			Depth	
4	4413-4418				750gals F	RWR-1 15% A	cid w/additives	4413-4418	
4	4179-4184				1,000gals	s HC <u>-1</u> 15% A	cid w/additives	4413-4418	
							<u></u>		
TUBING RECORD:	Size: 2.875	Set At: 4566	Packé	er At: I	iner Run:	Yes [✓ No		
Date of First, Resume 07/13/2012	d Production, SWD or El	NHR.	Producing Method:	nping 🗌 Ga	s Lift	Other (Explain)			
Estimated Production Per 24 Hours	0ii 72	Bbls.	Gas Mcf O	Water 16		Bbls.	Gas-Oil Ratio	Gravity 35	
DISPOSI	ION OF GAS:		METHOD	OF COMPLETI	 ON:		PRODUCTION	NTERVAL:	
Vented Sc	ld 📃 Used on Lease ubmit ACO-18.)		Open Hole 🗹 Perf.	Dually C (Submit AC		Commingled (Submit ACO-4)	<u>4179-4184'</u> 4413-4418'		

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

Other (Specify) _

Form	ACO1 - Well Completion	
Operator	Grand Mesa Operating Company	
Well Name	PHILLIP 2-26	
Doc ID	1090306	

All Electric Logs Run

CPDCN Micro Log				
Al Shallow Focused Elect Log				
Micro Log	 <u></u>	-	_	
Dual Receiver Cmt Bnd Log				

Form	ACO1 - Well Completion	
Operator	Grand Mesa Operating Company	
Well Name	PHILLIP 2-26	
Doc ID	1090306	

Tops

•		
Bs/Stone Corral	2374	+498
Heebner	3890	-1018
Lansing	3932	-1060
Muncie Creek	4087	-1215
Stark	4170	-1298
Marmaton	4272	-1400
Little Osage	4398	-1526
Mississippian	4550	-1678
LTD	4636	

				,		er <u>33</u>	896 8
		NTED In LLC				ALLAJ FUZZY	
		m FIELD TICKE	T & TREAT	MENT REP		miles 4	5
PO Box 884, C 620-431-9210	hanute, KS 667: or 800-467-8676		CEMEN				KS
DATE	CUSTOMER #	WELL NAME & NUM	IBER	SECTION	TOWNSHIP	RANGE	COUNTY
6-6-17	3372	Phillip 2:	26	26	13	3(Gove
CUSTOMER			0~+111			TRUCK#	DRIVER
Gran	8 masa	Operating	5-6ave	TRUCK #			DRIVER
MAILING ADDR	ESS	•	5416	463	Call R_	<u> </u>	
		ISTATE ZIP CODE	- 35.PAP	439	was t	<u> </u>	┿━━──┥
CITY		STATE ZIP CODE	1215				
					CASING SIZE & V	HEIGHT 851	<u> </u>
JOB TYPE_S	Ut Sace	HOLE SIZE 12114	HOLE DEPTH		CADINU SIZE & I	OTHER	<u>N</u>
CASING DEPTI		DRILL PIPE	TUBING	1.1	CEMENT LEFT in		0.
SLURRY WEIG		SLURRY VOL	WATER gal/s	K <u>Ø: 3</u>	RATE		
DISPLACEMEN	u <u>12.2</u>	DISPLACEMENT PSI	MIX PSI	<u> </u>		checolat	e
REMARKS:	Saldy m	ething on mus				214 84	
<u></u>	<u>Ibsska</u>				or 5 44		+
and sl	hoter .	Compet did a	recolate	A DO+	04 7 .1-1		
			<u>.</u>			. <u></u>	·
 ,		·					-
· <u> </u>					<u></u>		
		·				Thanks	オリッコンド
<u> </u>			16 A.M.				t conc

ACCOUNT	QUANITY or UNITS	DESCRIPTION of SERVICES or PRODUCT		TOTAL
54015	1	PUMP CHARGE	108500	108500
5456	20	MILEAGE	520	10092
SUM	7.5200	Tow millions believery (min)	410 00	4110 00
11045	165585	CLASS A comont	17 05	2912=2
1102	465#	Colium chlonide	- 89	413 5
11188	3(0*	Bendovite	1.25	77 30
			ļ	
		50640401		4999
	<u></u>	1:33 1070		49980
		5 up total		4498 24
				¥., ¹),*.
	······			
			<u>v</u>	
			τ _σ	
				24659
			SALES TAX	
Revin 3737		TITLE Pasher	TOTAL	47.45.32
	Thitkory WARD	TITLE Pot shor	DATE 6-6-	-12

I acknowledge that the payment terms, unless specifically amended in writing on the front of the form or in the customer's account records, at our office, and conditions of service on the back of this form are in effect for services identified on this form.

STOMER	Not Mas	<i>n</i> .	2-20			Thell	 നെട്ട	2-steal long string 1000 23121
CHART			VOLUME	PUNI	2	PRESSUR		DESCRIPTION OF OPERATION AND MATERIALS
NO.	TIME	RATE (BPM)	(BBL) (GAL)	Ť	C	TUBING	CASING	The second secon
	+							175.5k 94-2 / 3005ks SMD w/4 + Flocke.
								52 * 1515 # Casing 4633'
							<u> </u>	TD 4632 Drove 454 2358'
	_		Į	L			· · · · · · · · · · · · · · · · · · ·	Centralizer 2, 4, 6, 8, 19, 12, 14 53 Pashet 454 Z
		·····	_	ļ		······		
					 			
	2300	- <u></u>						on loc TRK114
	2315							stent 52"x 15,5" casing in well
6 Jon	0100							Drop 6all - Circulate - ROTATE
	0140		32					Rup 50001/ mintflush + 20661 KCL flie mix EA-2 Com + 175 @ 15.3 ppg
	C/50	421	42				250	Mix EA-2 Comit 170 @ 15.3 ppg
		.,						wash out pup & line.
	0155			1				Down latch down plus (1st stage
	0200	63	54				2.52	Displace. Dlug w/ H20
		67	56				300	
	0215	63	110			1	1450	Litro plus
							1	Relage Diesue to terce - dived up
						1		a cap terck
				1				cteculity, Drop bomb
	0220			1	╞──	†	1100	Open DV tool
	CZ25			1-	╞	†	1100	creculate well
	12 24-3				┢		1	
	0445		7	<u> </u>	+			Paug RH-MH 305th 205th mix SMD coment 9 1120 1120
<u>.</u>	0500	62	-		$\frac{1}{1}$		200	mix SMD coment give 11.20
	0.900	Q Z			+	<u> </u>	200	MIX SIND CORAN 3 F C THE
					+		- <u> </u>	Drop 2nd stage plug
_				<u> </u>	╋		+	Nop 2- Styc plog
	m	Ц?_			┢		250	Displace plua
	2515	44	110		╋	<u> </u>	_	
		44	4.0	+	╉┯	+	42	
	C530	74_	.56		+		1500	PITTA SPILLE CARE -
					┝	-		Reloase pressure to terret - direct up
	A.C	ļ,		+	+		-+	und Laink
.	0535	. <u></u>				+	+	und teuck
				+	+-			Rock up
	CE ID			<u> </u>	+		- 	job complete
	<u> </u>				1			1 Thinking
				<u> </u>	ļ	<u> </u>		TJ. Blasse Dave & Koca

ustamer 🚺	1 m	· · · · · · · · · · · · · · · · · · ·	Pro-Stim C	hemical Yard 📐	N ()		Pro-Stim Numbe	17	
/ell Name & h	umber OI		Field	O	ghtu-	.	Formation	Spot	
ounty 🦛	- FAILep	<u>2-26</u>	BHT		YD		Interval 447.	•	<u> </u>
6.		<u> </u>				<u> </u>		3 Top per	+-4418
leii Type:	Completion 11	Recompletion	⊂ Wor	kover Cl Oli C	Gas C	Water 🗅			
b Pumped V	ia: Tubing 🗆	Casing 🗆	Annulus D	CTUD	Combination ()	Plug D	epth -	Packer Depth	330
asing Size:	51/2	GRD	WT D	epth	Tubing Size:	27/4	GRD	WT Spo	
asing Vol.	1,5	Tog Vol	5.2 *	na Vol	OHIVOI		Totai Disp	acement	
aximum Pres		Tubing	C	asing	Proposed Pu	mp Time	AOL	Leave Loc	
acial Instruc	tions:	750 00	10	RWR-	1 1	5010	Acid		
	Ø	SU Gu		S NR -	1		recy		
	Q.,	gaas_r		<u>D</u>					
			,,	Trestment	Record				
Time	Type Fluid	Rate BMP	increment Vol Bible	Cum Vol Bote	Pres			Observations	<u></u>
+-			Via Colo	á lite n	Tubino	Casing	Safety Meeting		
L V.	2 spin min de la min de la mini				785 1985: 19 8 4		Prs Test to		poi
2	Acil	2.7	nn fillstadeliga (hat in 1995). A	6	20	<u>, 1998</u>	chart	- balls	
8	Acid	1.0		10	-10	, ,	Rells		o Bobe
1	Acid	2.7		18	40		Acil	give	
14	Flush	0		26.6	60		hole	1 aled	
16	Flash	0		27	800		nar	nessure	· .
17	P/ISL	12		27.6	750		1		
22	Flash	12		28%	670		,		
87	plush	1.0		31.6	750				
21	=/ush	1.5		34.3	570				
76 34	Flush	2.0		35.8	650		•		
34	Flush	2.0		45	650		Total	los p	mel
	4								
					<u> </u>	-			
. <u> </u>					.				
					<u></u>				
	·	ļ		<u> </u>	<u> </u>				
	l]			<u> . </u>	~~~~			
		L,,			<u> </u>	 	<u> </u>		
g ini Rute	Fluid BPM			Treatment S Total Inje		-7	Acid /8	Oli	
		Eland / 1	<u></u>				Acid 8 5'SI 450	18'SI 380	15'51 29
eating Prs	Max 800	Final 6	Avg.			<i>6</i> 0	oal 770		_ [10 5] 📈 🔻

Pro-Stim Chemicals, LLC

.

.

Invoice

P.O. Box 25 Cheyenne Wells, CO 80810

-

Date Invoice # 7/17/2012 67442

Bill To

Grand Mesa Operating Co. 1700 N. Waterfront Pkwy - Bldg 600 Wichita, KS 67206-6614

Ship To		
-		

		Request	ed By	Terms	Ship	Lea	360	
				Net 30	7/2/2012	PHILLI	PS #2-26	
Quantity	lten	n Code		Description		Price Each	Amount	
8 30	RWR-1 15% PAS-8 KCL BIOCID BALLS - BIO BALL LAUN DUMP JOB TRUCK TIMI	E - 2% -DEGRADEA CHER	GALLONS GALLONS BRLS EACH HOURS Sales Tax - G	OVE CO.		2.82 16.10 3.16 7.00 80.00 158.00 95.00 8.05%	2,115.00 128.80 94.80 70.00 80.00 158.00T 380.00T 43.31	
Phor	e#	Fax #		E-mail	T	otal	\$3,069.91	
719-767	-8071	719-767-5925	F	prostim@hotmail.com				

								6	745	3
Acidizing Report	PR	0-51W	I CHEMIC	AL5				<u></u>	7-3	-12
Customer GLAUD A	lest		im Chemical Ya	Digh	Iran		Stim Numbe	_	Spot	
Well Name & Number Phi	111p 7-1			YD		Inter	+010	1520#		4418
County Gove Stat	KS	ВНТ			r 🗋 Disposa		<u>y</u>	/9/3 http:///////////////////////////////////		4410
Well Type: Completion D F	tecompletion []	Workover		as 🗋 Wate	Plug Deptin			Packer		1
Job Pumped Via: Tubing 🗅		nnulus 🖸		bination D			GRD	I WT	Spot	350
Casing Size: 5 1/2		WT	Depth	OH V	g Size: 2	/8		placement		
Casing Vol.	Tbg Vol		Ann Vol			<u></u>	AOL	Leave	<u>28</u>	BBL
Maximum Pressure	Tubing		Casing	Propc	sed Pump Tin					
Special Instructions:	1000 6	al 15	ъ 36	5-30			5-26	od.		
286	BLS 23	o KCL	5	Pas-	<u>g</u>	3	AT /	50		
· · · · · · · · · · · · · · · · · · ·			4	AC-3.	07				<u></u>	
			0.10 March 10.10	vent Recor					.,	
I	Rate	Increm	rent Cum	F	ressure		÷	Obereite		

;

-

	1	Rate	Increment	Cum	Field		Observations
Time	Type Fluid	BMP	Vol Bois	Vol Bbis	Tubing	Casing	
	Type Fluid						Salety Meeting
<u></u>	25 Selender and States and States and						Prs Test topsi
	Acid	3.5		8	0	O	
			······································		0		
:5	Acid	3,5		15		0	
24	Acid	3,5		24	0	0	Acid Gone
25	Flush	35		26.1	0	0	Loaded
27	Flush	2		28	200	0	
	Flish	2 3	T	31	500	0	N
30		3		35	550	0	
33	Flush	3		39	620	0	R. IL AcTION
35 36 38	Rush			42	750	0	Dail Derioll
36	Aush	315	l				
38	Flush	3.5		46	780	0	
40	Flish	3.5		50	800	0	
42	Flush	3,5		52	800	0	
10-					1		
		-	-				
			+	-			
						-	
			_ 		- 		
Ì		·					
	1	1	{	1			

			Treatme	nt Syr	nopals			٦
٢			Total injected	H20	28	Acid 24	Oll	
Avg in Rate	Fluid BPM 3			<u> </u>		11.00	10'51 200	15'SI 340
Treating Prs.	Max 800	Final ROG Avg.	70.0	ISIP	150	5'51 470	1031 200	1 10 01
	apresentative	Alt	alore		Pro-Stim 5	Supervisor		

Pro-Stim Chemicals, LLC

JUL 2 3 2012

Ship To

Invoice

P.O. Box 25 Cheyenne Wells, CO 80810

.

Date	Invoice #
7/1 7/2 012	67453

Bill To Grand Mesa Operating Co. 1700 N. Waterfront Pkwy - Bldg 600 Wichita, KS 67206-6614

		Request	ad By	Terms	Ship	>	Lease	•
				Net 30	7/3/20	12	PHILLIPS	#2-26
uantity	lte	m Code		Description		F	Price Each	Amount
15 4 3 1 15 1 30	S-3000 PAS-8 AC-307 S-262 AI-150 DUMP JOB	O-DEGRADEA NCHER DE - 2%	GALLONS GALLONS GALLONS GALLONS GALLONS EACH BRLS HOURS Sales Tax - GO	DVE CO.		Total	1.78 23.56 16.10 18.61 14.36 20.15 158.00 7.00 80.00 3.16 95.00 8.05%	1,780.00 659.68 241.50 74.44 57.44 60.45 158.00T 105.00 80.00 94.80 332.50T 39.49
Pho	ne#	Fax #		E-mail				43,003.30
		• •						



(316) 265-3000 FAX: (316) 265-3455 1700 N. WATERFRONT PARKWAY BLDG, 600 WICHITA, KANSAS 67206-5514

OPERATING COMPANY

August 22, 2012

Ritchie Exploration, Inc. 8100 E. 22nd North, Bldg 700 Wichita, KS 67226

RE: Application for Commingling Phillip #2-26; SW/NW/NE/NW Sec. 26-13S-31W Gove County, Kansas

To Whom It May Concern:

Per Kansas Corporation Commission (KCC) regulations 82-3-123 and 82-3-135(a) Grand Mesa Operating Company is providing notice to you regarding the commingling of wellbore production in the above-described well. Please find the attached "APPLICATION FOR COMMINGLING OF PRODUCTION OR FLUIDS", KCC form ACO-4. If you have any questions, please contact me at (316) 265-3000.

Very truly vours. A OPERATING COMPANY ND R. Ronald N nclai President

RNS;peb

Enclosures



(316) 265-3000 FAX: (316) 265-3455 1700 N. WATERFRONT PARKWAY BLDG. 600 WICHITA, KANSAS 67206-5514

OPERATING COMPANY

August 22, 2012

Shakespeare Oil Company, Inc. 202 W. Main Salem, IL 62881

RE: Application for Commingling Phillip #2-26; SW/NW/NE/NW Sec. 26-13S-31W Gove County, Kansas

To Whom It May Concern:

Per Kansas Corporation Commission (KCC) regulations 82-3-123 and 82-3-135(a) Grand Mesa Operating Company is providing notice to you regarding the commingling of wellbore production in the above-described well. Please find the attached "APPLICATION FOR COMMINGLING OF PRODUCTION OR FLUIDS", KCC form ACO-4. If you have any questions, please contact me at (316) 265-3000.

Very truly yours, OPERATING COMPANY GRA Ronald I President

RNS;peb

Enclosures

AFFIDAVIT

١ - SS.

1

STATE OF KANSAS

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 20th of

August 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.

Fletchall

Subscribed and sworn to before me this

20th day of August, 2012

A My Ap	• -	Public -	L. CA: State of	1
		7	1	
Pie	nn	61-	Ŕ	Casi

Printer's Fee : \$110.80

LEGAL PUBLICATIO

PUBLISHED IN THE WICHITA EAGLE PUBLISHED IN THE WICHITA EAGLE AUGUST 20, 2012 (202281) BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS MOTICE OF FILING APPLICATION RE: Grand Mesa Operating Company, License #9855- Application for a commingling of production for the Phillip #2-26, located in Gove County, Kansas. TO: All Oil & Gas Producers, Unleased Mineral Interest Owners, Landowners and all persons concerned.

You, and each of you, are hereby notified that Grand Mesa Operating Company - has filed an application for comminging production or fluids from the Lansing and the Ft. Scott Formalions. The subject well, the Phillip #2-26, is located 344 feet from the north line and 1491 feet from the west line in the SW NW NE NW of

feet from the west line in the SW NW NE NW of Section 26, Township 13 South, Range 31 West, Gove Country, Kanasa. Any persons who object to or protest this applications or protest with the conservation Division of the State Corporation Commission of the State of Kanasa within fifteen (15) davs of the publication of this notice. These protests shall be filed pursuant to Commission regulations and must state specific reasons why granting the application may cause waste. violate correlative rights or pollute the natural resources of the State of Kansas. All persons interested or concerned shall take notice of the foregoing and shall govern themselves accordingly.

Grand Mesa Operating Company Ronald N. Sinctair, President 1700 N. Waterfront Pkwy, Bidg 600 Wichita, KS 67206-5514 (316) 265-3000

Notary Public Sedgwick County, Kansas

AFFIDAVIT OF PUBLICATION State of Kansas, Gove County, ss:

Roxanne Broeckelman, being first duly sworn, deposes and

says: That _____ is

co-publisher_____of

Gove County Advocate, a weekly newspaper printed in the State of Kansas, and published in and of general circulation in Gove County, Kansas, with a general paid circulation on a weekly basis in Gove County, Kansas, and that said newspaper is not a trade, religious or fraternal publication.

Said newspaper is a weekly published at least 50 times a year; and 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 in Quinter in said county as periodical class mail matter.

That the attached notice is a true copy thereof and was published in the regular and entire issue of said

-			
newspaper for	one		
consecutive v	veek(s),	the 1	irst
publication there	eof being	made	as
aforesaid on the	e 22nd	i	dav

of <u>August</u>, <u>2012</u>, with subsequent publications being made on the following dates:

Printer's Fee\$<u>33.45</u> Additional Copies\$ Affidavit Fees\$<u>209</u> Total Publication Fees .\$<u>25.45</u> Total Publication Fees .\$<u>25.45</u>

Subscribed and sworn to before me

this 22nd day of

August 2012

/Notary Public My commission expires: January 8, 2013

LEGAL ADVERTISING

(Published in the Gove County Advocate, Quinter, KS, Wed., August 22, 2012 - 1t) BEFORE THE STATE CORPORATION

COMMISSION OF THE STATE OF KANSAS NOTICE OF FILING APPLICATION

RE: Grand Mesa Operating Company, License #9855 – Application for a commingling of production for the Phillip #2-26, located in Gove County, Kansas.

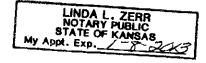
TO: All Oil & Gas Producers, Unleased Mineral Interest Owners, Landowners and all persons concerned.

You, and each of you, are hereby notified that Grand Mesa Operating Company – has filed an application for commingling production or fluids from the Lansing and the Ft. Scott Formations. The subject well, the Phillip #2-26, is located 344 feet from the north line and 1491 feet from the west line in the SW NW NE NW of Section 26, Township 13 South, Range 31 West, Gove County, Kansas.

Any persons who object to or protest this application shall be required to file their objections or protest with the Conservation Division of the State Corporation Commission of the State of Kansas within fifteen (15) days of the publication of this notice. These protests shall be filed pursuant to Commission regulations and must state specific reasons why granting the application may cause waste, violate correlative rights or pollute the natural resources of the State of Kansas.

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

Grand Mesa Operating Company Ronald N. Sinclair, President 1700 N. Waterfront Pkwy, Bidg 600 Wichita, KS 67206-5514 (316) 265-3000





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

Mark Sievers, Chairman Thomas E. Wright, Commissioner Sam Brownback, Governor

September 6, 2012

Ronald N. Sinclair Grand Mesa Operating Company 1700 N Waterfront Pkwy, Bldg 600 Wichita, KS 67206-5514

RE: Approved Commingling CO081234 Phillip 2-26, Sec.26-T13S-R31W, Gove County API No. 15-063-22005-00-00

Dear Mr. Sinclair:

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 August 27, 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	69.0	0.0	16.0	4179-4184
Lwr. Ft. Scott	3.0	0.0	0.0	4413-4418
Total Estimated Current Production	72.0	0.0	16.0	

Based upon the depth of the Lwr. Ft. Scott 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 CO081234 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