



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 Commingling of Production

Well Name: DBY #1-16

Legal Location: NE/SE/SW/SW Section 16-16S-33W, Scott County, Kansas

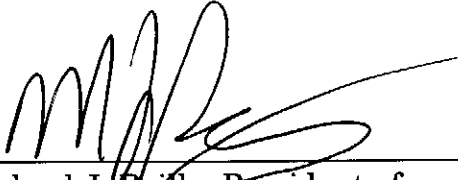
The undersigned hereby certifies that he/she is a duly authorized agent for the applicant, and that on the 15th day of April, 2013, a true and correct copy of the application referenced above was delivered or mailed to the following parties:

Nor-West Kansas Oil, LLC, 20014 288rd Hwy, Wakeeney, KS 67672-2722

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

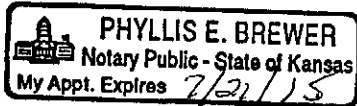
Signed this 15th day of April, 2013.

Applicant of Duly Authorized Agent:

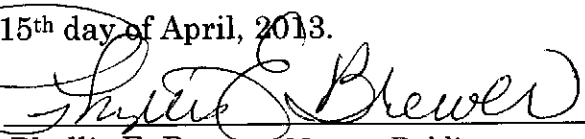


Michael J. Reilly, President of
Grand Mesa Operating Company

Subscribed and sworn to before me this 15th day of April, 2013.



Notary Public:



Phyllis E. Brewer, Notary Public

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 DBY #1-16, located in Scott County, Kansas.

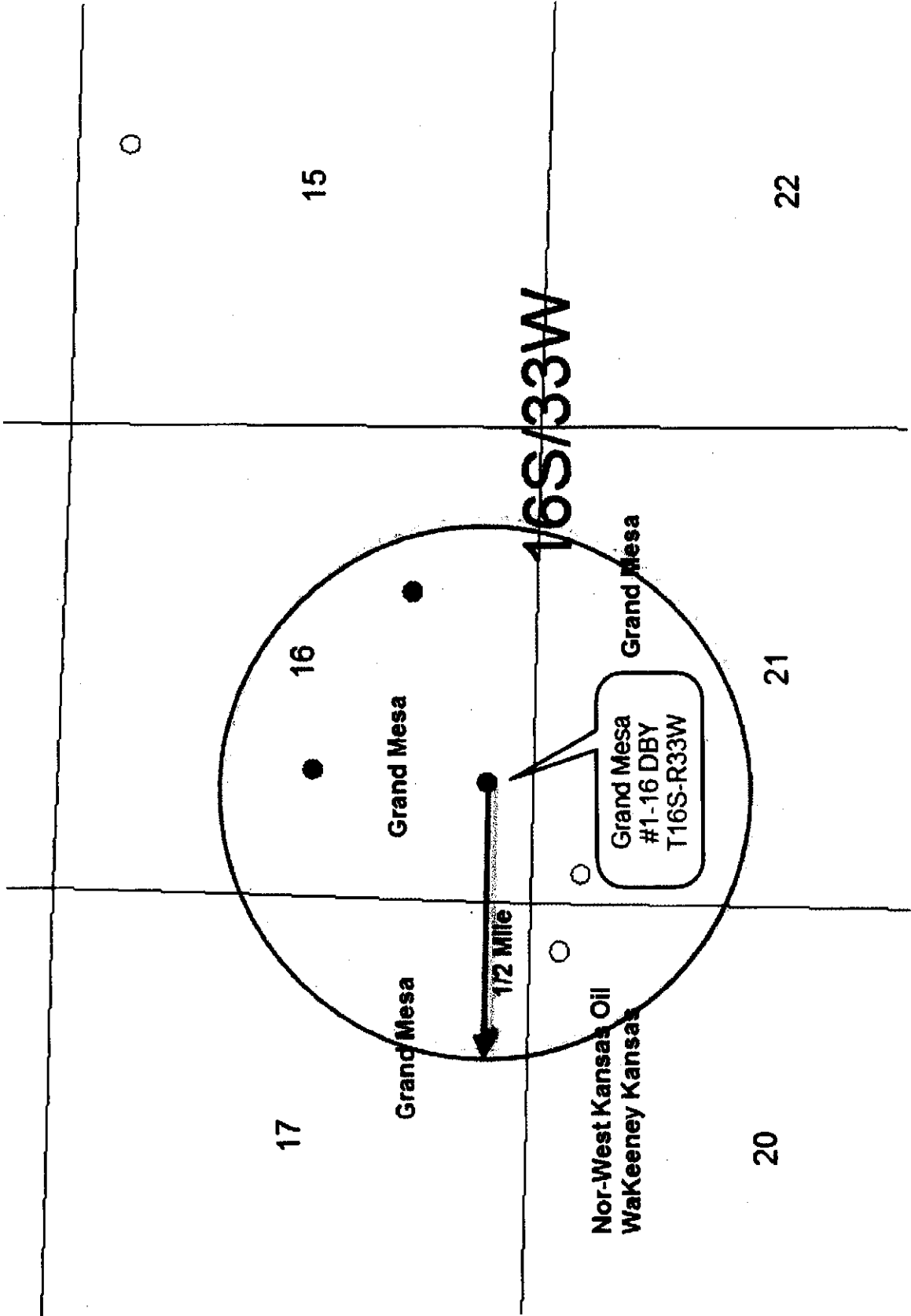
TO: All Oil & Gas Producers, Unleased Mineral Interest Owners, Landowners and all persons concerned.

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, Pleasanton & Johnson Formations. The subject well, the DBY #1-16, is located 524 feet from the south line and 1307 feet from the west line in the NE SE SW SW of Section 16, Township 16 South, Range 33 West, Scott 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
Michael J. Reilly, President
1700 N. Waterfront Pkwy, Bldg 600
Wichita, KS 67206-5514
(316) 265-3000



**GRAND
MESA**

OPERATING COMPANY

(316) 265-3000
FAX: (316) 265-3455

1700 N. WATERFRONT PARKWAY
BLDG. 600
WICHITA, KANSAS 67206-5514

April 15, 2013

Nor-West Kansas Oil, LLC
20014 283rd Hwy
Wakeeney, KS 67672-2722

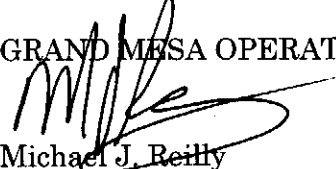
RE: Application for Commingling
DBY #1-16; NE/SE/SW/SW Sec. 16-16S-33W
Scott County, Kansas

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,

GRAND MESA OPERATING COMPANY


Michael J. Reilly
President

MJR;peb

Enclosures

AFFIDAVIT

APR 19 2013

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 18th

April A.D. 2013, with

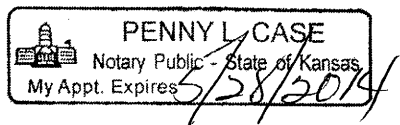
subsequent publications being made on the following dates:

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

Mark Fletchall

Subscribed and sworn to before me this

18th day of April, 2013



Penny L. Case
Notary Public Sedgwick County, Kansas

Printer's Fee : \$108.40

LEGAL PUBLICATION
PUBLISHED IN THE WICHITA EAGLE
APRIL 18, 2013 (3241462)
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 DBY #1-16, located in
Scott 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
of fluids from the Lansing, Pleasanton &
Johnson Formations. The subject well, the
DBY #1-16, is located 524 feet from the south
line and 1307 feet from the west line in the NE
SE SW SW of Section 16, Township 16 South,
Range 33 West, Scott 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
Michael J. Reilly, President
1700 N. Waterfront Pkwy, Bldg 600
Wichita, KS 67206-5514
(316) 265-3000

Public Notice

(Published in The Scott County Record Thurs., April 18, 2013)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 DBY #1-16, located in Scott 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 of fluids from the Lansing, Pleasanton & Johnson Formations. The subject well, the DBY #1-16, is located 524 feet from the south line and 1307 feet from the west line in the NE SE SW SW of Section 16, Township 16

South, Range 33 West, Scott 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 Co. Michael J. Reilly, President 1700 N. Waterfront Pkwy, Bldg 600 Wichita, KS 67206-5514 (316) 265-3000

Proof of Publication

Affidavit of Publication

STATE OF KANSAS, SCOTT COUNTY, ss:

Rodney R. Haxton, being first duly sworn, deposes and says that he is editor of The Scott County Record, a weekly newspaper printed in the State of Kansas, and published in and of general circulation in Scott County, Kansas, with a general paid circulation and that said newspaper is not a trade, religious or fraternal publication.

Said newspaper is a weekly, published at least 50 times a year in said county, and has been admitted as second class matter at the post office of Scott City in said county.

That the attached notice is a true copy thereof and was published in the regular and entire issue of said newspaper for 1 consecutive weeks, the first publication thereof being made as aforesaid on the 18 day of April, 2013, with subsequent publications being made on the following dates:

_____, 20____

_____, 20____

Publication Fee \$ 47.60

Additional Copies @ _____ \$ _____

Total Publication Fee \$ 47.60

[Signature]

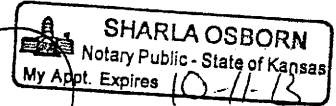
Publisher

Subscribed and sworn to before me this 19 day of

April, 2013

[Signature]

Notary Public



My commission expires 10-11-13

May 6, 2013

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

RE: Approved Commingling CO041329
DBY 1-16, Sec.16-T16S-R33W, Scott County
API No. 15-171-20822-00-02

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 April 23, 2013, concerns approval to simultaneously produce from the following sources of supply through the same tubing string in the same wellbore:

| Source of Supply | Estimated Current Production | | | Perf Depth |
|------------------------------------|------------------------------|-------|------|------------|
| | BOPD | MCFPD | BWPD | |
| Lansing | 18.0 | 0.0 | 36.0 | 4348-4354 |
| Pleasanton | 59.0 | 0.0 | 34.0 | 4375-4380 |
| Johnson | 31.0 | 0.0 | 0.0 | 4632-4677 |
| Total Estimated Current Production | 108.0 | 0.0 | 70.0 | |

Based upon the depth of the Johnson 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 CO041329 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