



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: Enterprises A-7
Legal Location: SW-NE-NE-NW 21-30-32 Haskell Co, KS

The undersigned hereby certifies that he/she is a duly authorized agent for the applicant, and that on the 22nd day of January, 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:

JD Enterprises (Surface Owner)
c/o Larry Davis
PO Box 890
Sublette, Ks 67877

Linn Operating, Inc. (Offset Operator)
600 Travis Ste. 5100
Houston, TX 77002

Oil Producers, Inc. of Kansas (Offset Operator)
1710 Waterfront Pkwy.
Wichita, KS 67206

Merit Energy Company, LLC
PO Box 1293
Liberal, KS 67905

Signed this 22nd day of January, 2016.



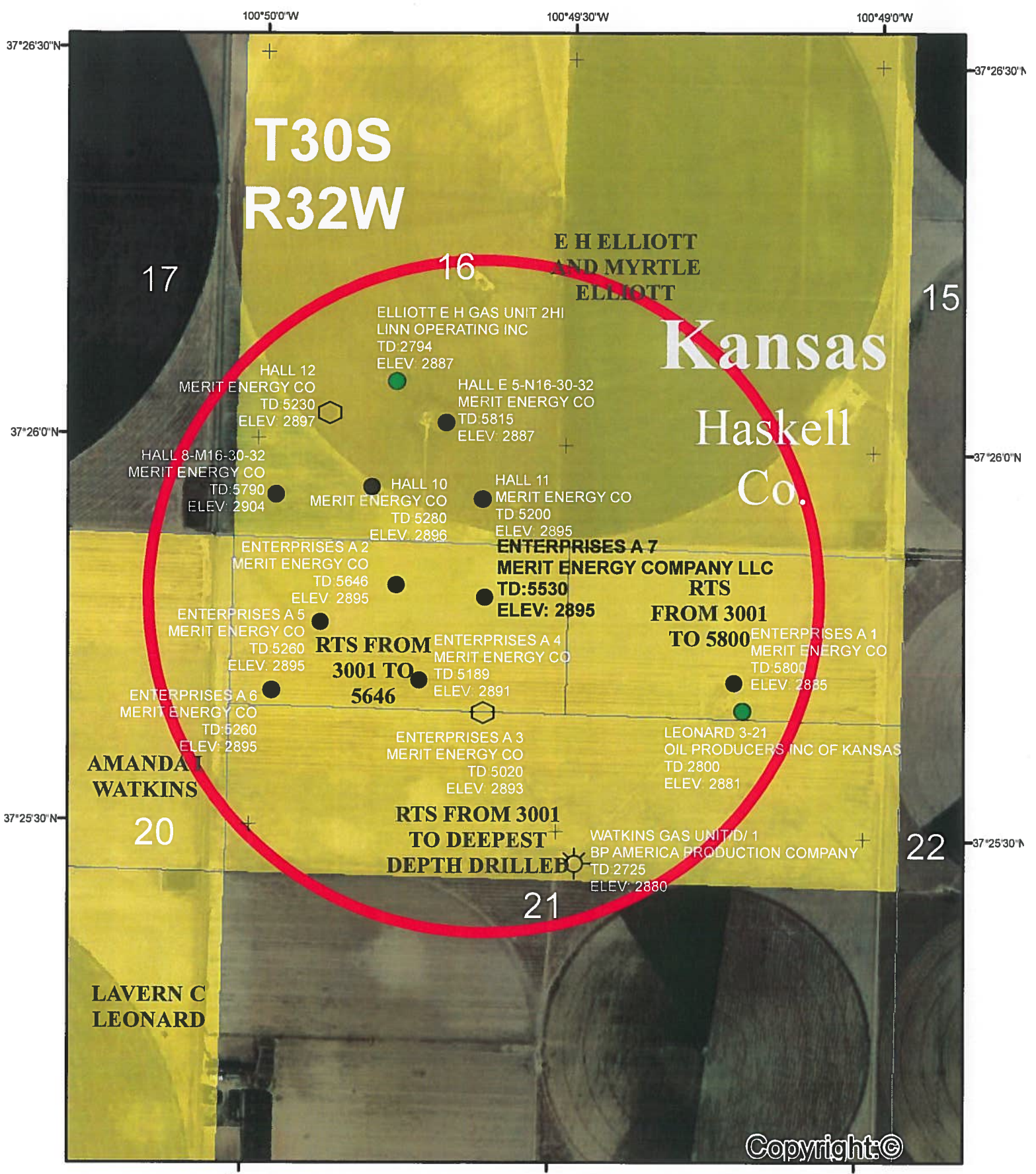
Idania B Medina
Idania B. Medina
Applicant or Duly Authorized Agent

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



| | | | |
|---|--|-------------------------|---|
| <p>Legend</p> <ul style="list-style-type: none"> ● OIL, OIL-WC ● GAS ✕ AB-LOC ⊙ ABD-GW ○ PERMIT ⬡ TA | | <p>0 500 1,000 Feet</p> | <p>M MERIT ENERGY COMPANY</p> <p>ENTERPRISE A-7 0.5 MILE BUFFER</p> |
| <p>Map by: Richard Norzagaray Scale: 1:12,000</p> <p>Date: JANUARY 12, 2016</p> <p>Projection: State Plane Kansas South NAD 27</p> | | | |



LEGAL PROOF OF PUBLICATION

| Account # | Ad Number | Identification | PO | Amount | Cols | Lines |
|-----------|------------|---------------------------------|----|----------|------|-------|
| 457658 | 0002202605 | BEFORE THE STATE CORPORATION CO | | \$320.51 | 1 | 53 |

Attention:

MERIT ENERGY CORPORATION
1701 N. KANSAS
LIBERAL, KS 67905

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

RE: Merit Energy Company. Application for order to commingle Kansas City, Marmaton & Morrow sources of supply in ENTERPRISES A-7 well, located in Sec. 21-30-32W, 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 Merit Energy Company has filed an application to commingle the production from the Kansas City, Marmaton & Morrow sources of supply in the ENTERPRISES A-7 well, located in the SW-NE-NE-NW of Sec 21 Twp 30S R 32W in Haskell 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

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

1 Insertions

Beginning issue of: 01/09/2016

Ending issue of: 01/09/2016

STATE OF KANSAS)

.SS

County of Sedgwick)

Mark Fletchall, of lawful age, being first duly sworn, deposes 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 1/9/2016 to 01/09/2016.

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

Mark Fletchall

(Signature of Principal Clerk)

DATED: 1/11/2016

Rachel M. Wilson

Notary Public Sedgwick County, Kansas



Proof of Publication

State of Kansas,
County of Haskell, ss:

Berky Tyler

of lawful age, being duly sworn upon oath states that he/she is the editor of THE HASKELL COUNTY MONITOR CHIEF.

THAT said newspaper has been published at least weekly 50 times a year and has been so published for at least five years prior to the first publication of the attached notice.

THAT said newspaper was entered as second class matter at the post office of its publication;

THAT said newspaper has a general paid circulation on a daily, weekly, monthly, or yearly basis in HASKELL County, Kansas and is NOT a trade, religious or fraternal publication and has been printed and published in HASKELL County, Kansas.

THE ATTACHED was published on the following dates in a regular issue of said newspaper:

- 1st Publication was made on the 13 day of Jan, 20 16
- 2nd Publication was made on the ___ day of ___, 20 ___
- 3rd Publication was made on the ___ day of ___, 20 ___
- 4th Publication was made on the ___ day of ___, 20 ___
- 5th Publication was made on the ___ day of ___, 20 ___
- 6th Publication was made on the ___ day of ___, 20 ___

Publication fee \$ 63.90
 Affidavit, Notary's Fees \$ _____
 Additional Copies @ _____ \$ _____
 Total Publication Fee \$ 63.90

Berky Tyler

(Signed)

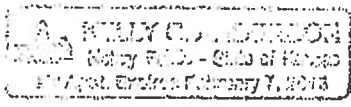
Witness my hand this 13 day of Jan, 20 16

SUBSCRIBED and SWORN to before me this 13

day of Jan, 20 16.

Kelly C. Anderson
(Notary Public)

My commission expires 2-7-2018



(Transcribed in the Haskell County Monitor-Chief on Wednesday, January 13, 2016.)

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

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

February 8, 2016

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

RE: Approved Commingling CO011605
Enterprises A 7
API No. 15-081-22103-00-00

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 Morrow 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