KOLAR Document ID: 1608227

Kansas Corporation Commission Oil & Gas Conservation Division

Form U-7 August 2019

CASING MECHANICAL INTEGRITY TEST

| Maximum Authorized Injection Pressure: psi Maximum Injection Rate: bbl/d Conductor Surface Intermediate Production Liner Tubin Size: Size: Size: Size: Set at: Set at: Set at: Set at: Type: Set at: Set at: Set at: Type: Set at: |
|--|
| Address 2: |
| Contact Person: |
| Contact Person: |
| Well Construction Details: New well Existing well with changes to construction Existing well with no changes to construction Maximum Authorized Injection Pressure: psi Maximum Injection Rate: bbl/d Conductor Surface Intermediate Production Liner Tubin Size: Size: Set at: Set |
| Maximum Authorized Injection Pressure: psi Maximum Injection Rate: bbl/d Conductor Surface Intermediate Production Liner Tubin Size: Size: Size: Size: Set at: |
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| Conductor Surface Intermediate Production Liner Tubin |
| Size: Size: Size: Set at: |
| Set at: Set at: Set at: Set at: Set at: Set at: Sex |
| Sacks of Cement: |
| Cement Top: Cement Bottom: Packer Type: |
| Cement Bottom: |
| Packer Type: |
| DV Tool Port Collar Depth of: feet with sacks of cement TD (and plug back): feet with feet with feet with sacks of cement TD (and plug back): feet with _ |
| Zone of Injection Formation: Top Feet: Bottom Feet: Perf. or Open Hole: Is there a Chemical Sealant or a Mechanical Casing patch in the annular space? Yes No If Dual Completion - Injection is: Above Production Below Production FIELD DATA GPS Location: Datum: NAD27 NAD83 WGS84 Lat: Long: Date Acquired: MIT Type: MIT Reason: MIT Reason: |
| Is there a Chemical Sealant or a Mechanical Casing patch in the annular space? Yes No If Dual Completion - Injection is: Above Production Below Production FIELD DATA GPS Location: Datum: NAD27 NAD83 WGS84 Lat: Long: Date Acquired: MIT Type: MIT Reason: Pressures: Set up 1 |
| FIELD DATA GPS Location: Datum: NAD27 NAD83 WGS84 Lat: Long: Date Acquired: MIT Type: MIT Reason: Time in Minute(s): Pressures: Set up 1 |
| FIELD DATA GPS Location: Datum: NAD27 NAD83 WGS84 Lat: Long: Date Acquired: MIT Type: MIT Reason: Pressures: Set up 1 Pres |
| Time in Minute(s): |
| Pressures: Set up 1 |
| |
| |
| Set up 2 |
| Set up 3 |
| Tested: Casing or Casing - Tubing Annulus System Pressure during test: Bbls. to load annulus: |
| Test Date: Using: Company's Eq |
| The zone tested for this well is between feet and feet. |
| The test results were verified by operator's representative: |
| Name: Phone: () |
| · |
| KCC Office Use Only State Agent: Title: Witness: Yes [|
| |
| The results were: Remarks: |
| The results were: Remarks: |
| |
| Satisfactory |
| Satisfactory Not Satisfactory |

| Form | U7 - Casing Mechanical Integrity Test |
|-----------|---------------------------------------|
| Operator | Nichols Fluid Service, Inc. |
| Well Name | MORLEN 1-16 |
| Doc ID | 1608227 |

Injection Zones

| FormationName | Тор | Bottom |
|---------------|------|--------|
| ST LOUIS | 6348 | 6360 |
| ST GENEVIEVE | 6469 | 6482 |

Conservation Division District Office No. 1 210 E. Frontview, Suite A Dodge City, KS 67801



Phone: 620-682-7933 http://kcc.ks.gov/

Laura Kelly, Governor

Dwight D. Keen, Chair Susan K. Duffy, Commissioner Andrew J. French, Commissioner

FAILED MECHANICAL INTEGRITY TEST (MIT) DEADLINE FOR COMPLIANCE

01/18/2022

LICENSE 31983 Nichols Fluid Service, Inc. 316 INDUSTRIAL PARK AVE LIBERAL, KS 67901-5104

Re: API No. 15-175-20571-00-03 Permit No. D25529.0 MORLEN 1-16 16-34S-32W Seward County, KS

Operator:

On 01/18/2022, the referenced well failed a mechanical integrity test. Under K.A.R. 82-3-407(c), you have 90 days to:

- 1) repair and retest the well to show mechanical integrity,
- 2) plug the well, or
- 3) isolate all leaks to demonstrate the well does not pose a threat to fresh or usable water or endanger correlative rights.

The well must be shut-in and disconnected until it complies with K.A.R. 82-3-407(c).

Failure to comply with K.A.R. 82-3-407(c) by 04/18/2022 shall be punishable by a \$1,000 penalty.

Please contact this office as soon as possible to let us know your plans for this well.

Sincerely,

Eric MacLaren KCC District #1