KOLAR Document ID: 1640114

For KCC Use:
Effective Date:
District #
SGA? Ves No

## Kansas Corporation Commission Oil & Gas Conservation Division

Form C-1

March 2010

Form must be Typed

Form must be Signed

All blanks must be Filled

### NOTICE OF INTENT TO DRILL

Expected Spud Date:	Spot Description:
OPERATOR: License#	Sec Twp S. R E feet from N / S Line of Section N / N / N / N / N / N / N / N / N / N / N / N / N / N / N /
Name:	feet from E / W Line of Section
Address 1:	Is SECTION: Regular Irregular?
olddress 2: State: Zip: +	(Note: Locate well on the Section Plat on reverse side)
Contact Person:	County:
hone:	Lease Name: Well #: Field Name:
CONTRACTOR: License#	Is this a Prorated / Spaced Field?
lame:	Target Formation(s):
Well Drilled For: Well Class: Type Equipment:	Nearest Lease or unit boundary line (in footage):
	Ground Surface Elevation:feet MS
Oil Enh Rec Infield Mud Rotary  Gas Storage Pool Ext. Air Rotary	Water well within one-quarter mile:
Disposal Wildcat Cable	Public water supply well within one mile:
Seismic ; # of Holes Other	Depth to bottom of fresh water:
Other:	Depth to bottom of usable water:
If OWWO: old well information as follows:	Surface Pipe by Alternate: III
II OVVVVO. Old well information as follows.	Length of Surface Pipe Planned to be set:
Operator:	Length of Conductor Pipe (if any):
Well Name:	
Original Completion Date: Original Total Depth:	Formation at Total Depth:
irectional, Deviated or Horizontal wellbore?	Well Farm Pond Other:
Yes, true vertical depth:	DWR Permit #:
ottom Hole Location:	(Note: Apply for Permit with DWR )
(CC DKT #:	Will Cores be taken?
	If Yes, proposed zone:
AF	FIDAVIT
he undersigned hereby affirms that the drilling, completion and eventual plants	
AF  The undersigned hereby affirms that the drilling, completion and eventual plat is agreed that the following minimum requirements will be met:  1. Notify the appropriate district office <i>prior</i> to spudding of well;	
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Signature of Operator or Agent:

For KCC Use ONLY	
API # 15	

### IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

In all cases, please fully complete this side of the form. Include items 1 through 5 at the bottom of this page.

OI							Janon or VV	veii. County
								feet from N / S Line of Secti
ımber:								feet from E / W Line of Secti
						Se	c	Twp S. R
r of Acres attr						15 (	Section:	Regular or Irregular
TR/QTR/QTR	of acreag	e:				_		
						If S	Section is	Irregular, locate well from nearest corner boundary.
						Se	ction corne	er used: NE NW SE SW
						PLAT		
SI	now location	on of the w	ell. Show	footage to	the neare	st lease or	unit bound	dary line. Show the predicted locations of
				_				sas Surface Owner Notice Act (House Bill 2032).
				You m	ay attach a	a separate	plat if desi	ired.
							22	20 ft.
	:	:	:		:	:		205 ft.
	:	:	:		:	:		LEGEND
	:	:	:		:	:	:	LEGEND
	:	:	:		:	:	:	O Well Location
	:	:	<u>:</u>		:	:	:	Tank Battery Location
			•	•••••			•	Pipeline Location
	:	:	:		:	:	:	Electric Line Location
	:	:	:		:	:	:	Lease Road Location
			•					
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NOTE: In all cases locate the spot of the proposed drilling locaton.

### In plotting the proposed location of the well, you must show:

- 1. The manner in which you are using the depicted plat by identifying section lines, i.e. 1 section, 1 section with 8 surrounding sections, 4 sections, etc.
- 2. The distance of the proposed drilling location from the south / north and east / west outside section lines.
- 3. The distance to the nearest lease or unit boundary line (in footage).
- 4. If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (C0-7 for oil wells; CG-8 for gas wells).
- 5. The predicted locations of lease roads, tank batteries, pipelines, and electrical lines.

KOLAR Document ID: 1640114

### Kansas Corporation Commission Oil & Gas Conservation Division

Form CDP-1 May 2010 Form must be Typed

## **APPLICATION FOR SURFACE PIT**

Submit in Duplicate

Operator Name:			License Number:		
Operator Address:					
Contact Person:			Phone Number:		
Lease Name & Well No.:			Pit Location (QQQQ):		
Type of Pit:	Pit is:				
Emergency Pit Burn Pit	Proposed	Existing	SecTwp R		
Settling Pit Drilling Pit	If Existing, date cor	nstructed:	Feet from North / South Line of Section		
Workover Pit Haul-Off Pit  (If WP Supply API No. or Year Drilled)	Pit capacity:		Feet from East / West Line of Section		
		(bbls)	County		
Is the pit located in a Sensitive Ground Water A	rea? Yes	No	Chloride concentration: mg/l  (For Emergency Pits and Settling Pits only)		
Is the bottom below ground level?  Yes No	Artificial Liner?	lo	How is the pit lined if a plastic liner is not used?		
Pit dimensions (all but working pits):	Length (fee	et)	Width (feet) N/A: Steel Pits		
Depth fro	om ground level to dee	pest point:	(feet) No Pit		
If the pit is lined give a brief description of the li material, thickness and installation procedure.	ilei		dures for periodic maintenance and determining cluding any special monitoring.		
Distance to nearest water well within one-mile of	of pit:	Depth to shallow Source of inforr	west fresh water feet.		
feet Depth of water well	feet	measured	well owner electric log KDWR		
Emergency, Settling and Burn Pits ONLY:		Drilling, Worko	ver and Haul-Off Pits ONLY:		
Producing Formation:		Type of materia	l utilized in drilling/workover:		
Number of producing wells on lease:		Number of work	king pits to be utilized:		
Barrels of fluid produced daily:		Abandonment p	procedure:		
Does the slope from the tank battery allow all s flow into the pit?  Yes No	pilled fluids to	Drill pits must b	e closed within 365 days of spud date.		
Submitted Electronically					
	KCC	OFFICE USE OF	NLY  Liner Steel Pit RFAC RFAS		
Date Received: Permit Numl	ber:	Permi			

KOLAR Document ID: 1640114

### Kansas Corporation Commission Oil & Gas Conservation Division

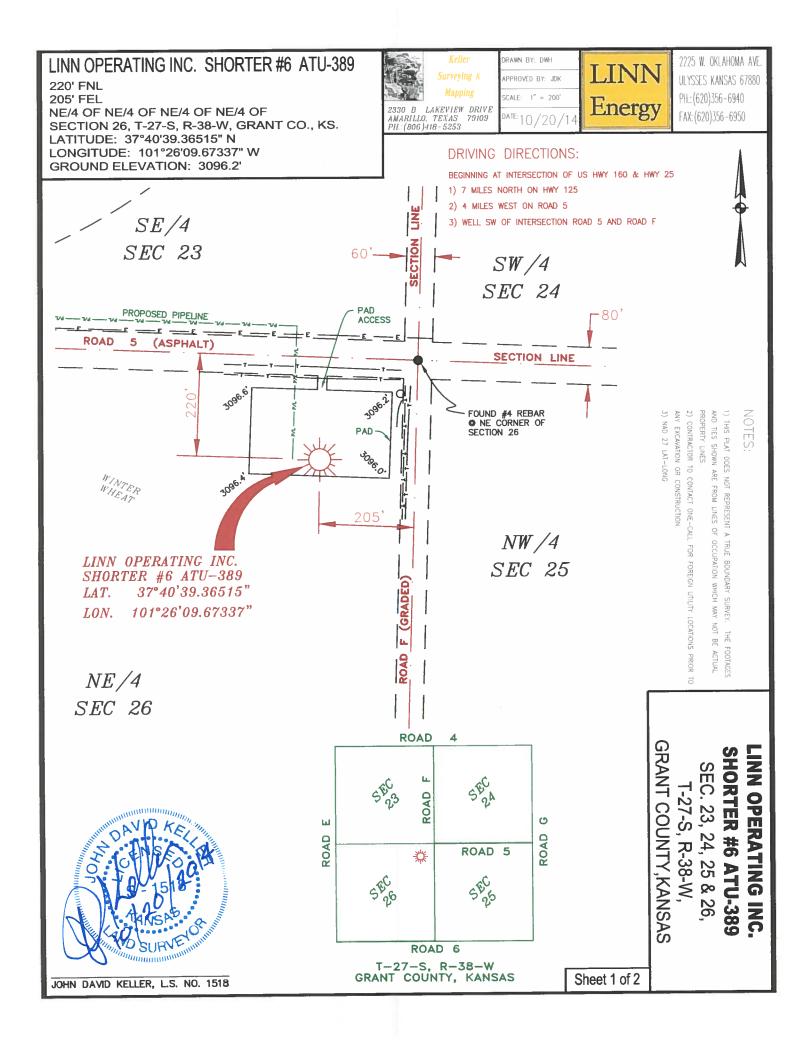
Form KSONA-1
July 2021
Form Must Be Typed
Form must be Signed
All blanks must be Filled

# CERTIFICATION OF COMPLIANCE WITH THE KANSAS SURFACE OWNER NOTIFICATION ACT

This form must be submitted with all Forms C-1 (Notice of Intent to Drill); CB-1 (Cathodic Protection Borehole Intent); T-1 (Request for Change of Operator Transfer of Injection or Surface Pit Permit); and CP-1 (Well Plugging Application).

Any such form submitted without an accompanying Form KSONA-1 will be returned.

Select the corresponding form being filed: C-1 (Intent) CB-1 (C	Eathodic Protection Borehole Intent) T-1 (Transfer) CP-1 (Plugging Application)			
OPERATOR: License #	Well Location:			
Name:	SecTwpS. R East			
Address 1:	County:			
Address 2:	Lease Name: Well #:			
City: State: Zip:+	If filing a Form T-1 for multiple wells on a lease, enter the legal description or			
Contact Person:	the lease below:			
Phone: ( ) Fax: ( )				
Email Address:				
Surface Owner Information:				
Name:	When filing a Form T-1 involving multiple surface owners, attach an additional			
Address 1:	sheet listing all of the information to the left for each surface owner. Surface owner information can be found in the records of the register of deeds for the			
Address 2:	county, and in the real estate property tax records of the county treasurer.			
City: State: Zip:+				
the KCC with a plat showing the predicted locations of lease roads, tank	lic Protection Borehole Intent), you must supply the surface owners and batteries, pipelines, and electrical lines. The locations shown on the plat the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted.			
provided the following to the surface owner(s) of the land up	Act (see Chapter 55 of the Kansas Statutes Annotated), I have on which the subject well is or will be located: 1) a copy of the g in connection with this form; 2) if the form being filed is a Form operator name, address, phone number, fax, and email address.			
the KCC will be required to send this information to the surface	acknowledge that, because I have not provided this information, owner(s). To mitigate the additional cost of the KCC performing ress of the surface owner by filling out the top section of this form the KCC, which is enclosed with this form.			
If choosing the second option, submit payment of the \$30.00 handling form and the associated Form C-1, Form CB-1, Form T-1, or Form CP-1	fee with this form. If the fee is not received with this form, the KSONA-1 will be returned.			
Submitted Electronically				



## LINN OPERATING INC. SHORTER #6 ATU-389

220' FNL 205' FEL

NE/4 OF NE/4 OF NE/4 OF

SECTION 26, T-27-S, R-38-W, GRANT CO., KS.

LATITUDE: 37°40'39.36515" N LONGITUDE: 101°26'09.67337" W GROUND ELEVATION: 3096.2'



Keller
Surveying &
Mapping

2330 B LAKEVIEW DRIVE AMARILLO, TEXAS 79109 PH (806)418-5253

DRAWN BY: DWH

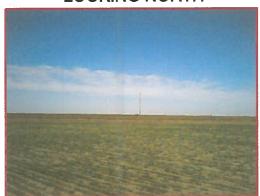
APPROVED BY: JDK

SCALE: 1" = 300'

DATE: 10 / 20 / 14

LINN Energy 2225 W. OKLAHOMA AVE. ULYSSES KANSAS 67880 PH.:(620)356-6940 FAX:(620)356-6950

## **LOOKING NORTH**



**LOOKING WEST** 











LOOKING SOUTH

LINN OPERATING INC. SHROTER #6 ATU-389

## THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

2014.09.25 10:40:51 Kansas Corporation Commission /S/ Thomas A. Day

Before Commissioners:

Shari Feist Albrecht, Chair Jay Scott Emler

Pat Apple

In the Matter of the Application of Linn Operating,	)	Docket No. 15-CONS-039-CUNI
Inc. for an Order Providing for the Unitization and	)	
Unit Operation of a Part of the Hugoton and Panoma	)	CONSERVATION DIVISION
Council Grove Gas Fields in the Alternate Tract Unit	)	
Described as Section 23-27S-38W (SE/4), Section 24-	)	License No. 33999
27S-38W (SW/4), Section 25-27S-38W (NW/4),	)	
Section 26-27S-38W (NE/4) in Grant County, Kansas	)	
(ATU 389)	)	

### ORDER GRANTING APPLICATION

The Commission grants the application of Linn Operating, Inc. ("the Operator"), creating this Alternate Tract Unit ("ATU") for the following reasons:

### I. JURISDICTION

- 1. Commission records indicate the Operator is currently licensed to conduct oil and gas activities in Kansas under K.S.A. 55-155.
- 2. The Operator filed an application on July 09, 2014, requesting unitization of an ATU pursuant to the Basic Integrated Proration Order for the Hugoton Gas Field and the Panoma Council Grove Gas Field, Dockets C-164 and 60,024-C (C-7,058) (the "BIPO"), and pursuant to the Kansas unitization statutes found in K.S.A. 55-1301 through K.S.A. 55-1317.
  - 3. The Commission thus has jurisdiction over the Operator and this matter.

### II. LEGAL STANDARD

4. Paragraph I.1 of the BIPO provides that it shall be lawful for diverse owners of land or minerals, including the Operator or owner of a well, to create production units incorporating the diverse holdings and apportion the production by agreement.

- 5. The BIPO, Paragraph I.2, authorizes the creation of ATU's, referencing the unitization proceedings under K.S.A. 55-1301 et seq. ATU's shall consist of approximately 640 acres consisting of either: (a) two half-sections in two governmental sections or production units directly adjacent and contiguous, forming a "stand-up" north-south oriented rectangle or a "laydown" east-west oriented rectangle; or (b) four quarter-sections in four governmental sections or production units directly adjacent and contiguous, forming an approximate square. The non-contiguous unit-exception provisions of Paragraph G of the BIPO shall not apply to ATU's.
- 6. The BIPO, Paragraph I.2, further provides that ATU wells shall be located as near to the geographic center of the ATU as practicable, but in no case less than 1,250 feet from any ATU boundary. ATU wells shall not be drilled outside of these designated tolerances, and the location-exception provisions of Paragraph H of the BIPO shall not apply to ATU wells.
- 7. The BIPO, Paragraph I.2, further provides that not more than one ATU well may be drilled on each ATU, and the increased density provisions of Paragraph F of the BIPO shall not apply to ATU's. Acreage attributed to one ATU cannot be included in another ATU.
- 8. The BIPO, Paragraph I.3, provides that Chase Group and Council Grove Group production may be commingled in an ATU well.
- 9. The BIPO, Paragraph I.4, provides that all ATU's, in vertical alignment for the drilling and completion of both the Chase Group and the Council Grove Group, shall be comprised of equal acreage situated on the same geographic position. Such vertically aligned units that differ in either acreage size or geographic position, or both, shall be permitted only by an Order of the Commission obtained after notice and hearing.
- 10. The BIPO, Paragraph I.5, provides that before drilling an ATU well, the unit

  Operator shall file with the Conservation Division an affidavit describing the acreage comprising the

  ATU, and a plat showing the acreage comprising the ATU and each Chase and Council Grove well

within the ATU which is producing or has produced. The Commission Staff shall have 30 days to object that the drilling of an ATU well fails to prevent waste, and upon such objection, shall set the matter for hearing and provide notice in accordance with K.A.R. 82-3-135a. If no objection is filed within 30 days, the ATU and the drilling of the well are automatically approved.

- 11. K.S.A. 55-1301 through K.S.A. 55-1317 provide processes for unitizing acreage in Kansas. K.S.A. 55-1301 provides that the Commission shall exercise such powers to prevent waste and protect correlative rights.
- 12. K.S.A. 55-1303 provides detailed requirements for a unit application including a statement of the type of operations, the proposed plans for unitization, the proposed operating plan covering supervision and costs, and an allegation of the facts required to be found by the Commission in K.S.A. 55-1304.
- 13. K.S.A. 55-1304 provides that the Commission must find all three of the following conditions are present before unitizing acreage:
  - a. Under K.S.A. 55-1304(a)(1), the primary production from a pool or a part thereof sought to be unitized has reached a low economic level and, without introduction of artificial energy, abandonment of oil or gas wells is imminent; or under K.S.A. 55-1304(a)(2) the unitized management, operation, and further development of the pool or the part thereof sought to be unitized is economically feasible and reasonably necessary to prevent waste within the reservoir and substantially increase the ultimate recovery of oil or gas;
  - the value of the estimated additional recovery of oil or gas substantially
    exceeds the estimated additional cost incident to conducting such operations;
     and
  - c. the proposed operation is fair and equitable to all interest owners.

14. K.S.A. 55-1305 provides that the order creating the unit shall be upon terms and conditions that are just and reasonable, and it lists detailed requirements that must be included in the order. In addition, K.S.A. 55-1305(l) provides that, for unitization pursuant to K.S.A. 55-1304(a)(2), the plan for unit operations must be approved by the persons who will pay at least 63% of the costs of the unit operation and the owners of at least 75% of the royalty interests. If the required percentages are not obtained at the time the order is issued, the required percentages must be obtained within six months after the order is issued.

### III. FINDINGS OF FACT

- 15. The proposed ATU description in the application consists of the following, all in Grant County:
  - a. The SE/4 of Section 23, Township 27 South, Range 38 West;
  - b. the SW/4 of Section 24, Township 27 South, Range 38 West;
  - c. the NW/4 of Section 25, Township 27 South, Range 38 West; and
  - d. the NE/4 of Section 26, Township 27 South, Range 38 West.
- 16. The ATU will comprise approximately 640 acres and will form an approximate square, conforming with the ATU size and shape requirements. The proposed location of the well also complies with the BIPO setback requirements.
- 17. The application states that the ATU and well are needed for the effective management, development, and production in the area covered by the BIPO to substantially increase and maximize ultimate gas recovery.
- 18. The application states that the value of the estimated additional recovery of the hydrocarbons from these formations substantially exceeds the estimated additional cost incident

to conducting such operations. It further states the proposed operations outlined in the unit agreement and unit operating agreement are fair and equitable to all interest owners.

- 19. The application includes the unit agreement and unit operating agreement.
- 20. The Operator is applying for unitization under in K.S.A. 55-1304(a)(2); thus the required percentages are 63% of the working interest and 75% of the royalty interest. The application states that 100% of the working interest is owned by the Operator, and Exhibit B-1 to the Unit Agreement indicates greater than 77% of the royalty interest has consented to the formation of the ATU. This exceeds the statutory requirements for unitization.
- 21. The Operator has verified that notice was properly served and published at least 15 days before the issuance of this Order. No protests to the grant of the application were filed.
- 22. The Commission finds that the conditions required by K.S.A. 55-1304 for unitization are present, specifically:
  - a. The unitized management, operation, and further development of the pool or the part thereof sought to be unitized is economically feasible and reasonably necessary to prevent waste within the reservoir and substantially increase the ultimate recovery of oil or gas;
  - the value of the estimated additional recovery of oil or gas substantially
    exceeds the estimated additional cost incident to conducting such operations;
     and
  - c. the proposed unit operation is fair and equitable to all interest owners.
- 23. Incorporation of the application and exhibits, including the Unit Agreement and the Unit Operating Agreement, into this Order will satisfy the requirements of K.S.A. 55-1305.

### IV. CONCLUSIONS OF LAW

- 24. The application was filed in accordance with the rules and regulations of the Commission and Kansas statutes.
  - 25. The application should be granted to prevent waste and protect correlative rights.

    THEREFORE, THE COMMISSION ORDERS:
- A. The application to form an ATU pursuant to the BIPO and K.S.A. 55-1301 through 55-1317 is granted.
- B. The ATU shall be governed by the terms found in the application and the exhibits, including the Unit Agreement and the Unit Operating Agreement, which are hereby incorporated by reference.
- C. Pursuant to K.S.A. 77-537 and K.S.A. 77-542, any party may request a hearing on the above issues by submitting a written request, setting forth the specific grounds upon which relief is sought, to the Commission's Executive Director, at 266 N. Main, Suite 220 Wichita, Kansas 67202, within 15 days from the date of service of this Order. If service is by mail, three days will be added to the Mailed Date listed at the end of this Order. Hearings will be scheduled only upon written request. Failure to timely request a hearing will result in a waiver of the right to a hearing, and this Order will become a Final Order.
- D. Attorneys for all parties shall enter their appearances in Commission proceedings by giving their names and addresses for the record. A corporation or similar entity shall not be permitted to enter an appearance except by its attorney.

E. The Commission retains jurisdiction over the subject matter and the parties for the purpose of entering such further order or orders as it may deem necessary.

### BY THE COMMISSION IT IS SO ORDERED.

Albrecht, Chair; Emler, Com	.; Apple, Com.
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Date:\_\_\_\_\_SEP 2 3 2014

Thomas A. Day
Acting Executive Director

Date Mailed: 9/25/2014

LRP

CERTIFY THE ORIGINAL COPY IS ON FILE WITH

SEP 2 3 301 A

7

### **CERTIFICATE OF SERVICE**

I hereby certify that on 9/25/2014, I caused a true and correct copy of the foregoing "Order" to be served by placing the same in the United States mail, postage prepaid, to the following parties:

Stanford J. Smith Jr.
Martin, Pringle, Oliver, Wallace, & Bauer, L.L.P.
100 N. Broadway, Ste 500
Wichita, KS 67202
Attorney for Linn Operating, Inc.

/s/ Lane R. Palmateer
Lane R. Palmateer
Litigation Counsel
Kansas Corporation Commission

# KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form CG-8 July 2014

## PLAT & CERTIFICATION OF ACREAGE ATTRIBUTABLE TO A GAS WELL

API Number:	Location of well: County Grant
Operator: Scout Energy Management LLC	220 feet from South / North line of section
Lease: Shorter	205
Well Number: 6 ATU-389	26 - 27 20
Field: Hugoton-Panoma	SecTwpR East West Is section: Regular Irregular
Number of acres contained in unit: 640	If section is Irregular, locate well from the nearest corner boundry:
Q/Q/Q of Acreage: NE _ NE _ NE _ NE	Section corner used: NE NW SE SW
(Show the location of the well and shade attributable acreage for prorated or sand show footage to the nearest common source supply well.)	spaced wells.) (Show the footage to the nearest lease or unit boundary line;
	EXAMPLE
Snorter 6 Anu-389	
2420	3390'
	SEWARD CO.
	:
The undersigned hereby certifies as  Senior Regulatory Analyst  Scout Energy Management LLC	(Title) for
	(Co.), a duly authorized agent, that all information shown hereon
is true and correct to the best of my knowledge and belief, that all acreage claim	
well and does hereby make application for an allowable to be assigned to the we	ell upon filing of this form and the State test, whichever is received last.
Signatur	e Maonton
Subscribed and sworn to before me on thi	is day of May , 2022
THALIA HARNETT My Notary ID # 132166298 Expires September 10, 2023	Notary Public
10, 2023	



THALIA HARNETT

My Notary ID # 132166298 Expires September 10, 2023

640 acres attributed to well 2420' to nearest unit boundary line 2000' to nearest Chase well 2340' to nearest Council Grove well

Shorter 6 ATU-389