Form CP-111 July 2017 Form must be Typed Form must be signed

TEMPORARY ABANDONMENT WELL APPLICATION

All blanks must be complete

Phone 620.902.6450

Phone 785.261.6250

| OPERATOR: License# | | | | API No. 15- | | | |
|--|------------------------|------------------------|--------------|--|--------------------------|----------------------|------------------------|
| Name: | | | | Spot Description: | | | |
| Address 1: | | | | | • | | R 🗌 E 🔲 W |
| Address 2: | | | | | | feet from N | / S Line of Section |
| City: | | | | GPS Location: Lat: | | | |
| Contact Person: | | | | | | | |
| Phone:() | | | | | NAD27 NAD83 | | |
| | | | | County: | | | |
| Contact Person Email: | | | | | | | |
| Field Contact Person: | | | | | | | |
| Field Contact Person Phone | e:()_ | | | | orage Permit #: | | |
| | | | | Spud Date: | | Date Shut-In: | |
| | Conductor | Surface | Pr | oduction | Intermediate | Liner | Tubing |
| Size | | | | | | | |
| Setting Depth | | | | | | | |
| Amount of Cement | | | | | | | |
| Top of Cement | | | | | | | |
| Bottom of Cement | | | | | | | |
| Casing Fluid Level from Su | rfo.co: | Ца | w Dotorminod |) | | г | Oato |
| | | | | | | | |
| Casing Squeeze(s): |) (bottom) | 38003 | or cement, _ | (top) | (bottom) | sacks of cernent. I | Date |
| Do you have a valid Oil & G | Sas Lease? Yes | No | | | | | |
| Depth and Type: | in Hole at | Tools in Hole at _ | Ca | asing Leaks: | Yes No Depth o | f casing leak(s): | |
| Type Completion: ALT | | | | | | | |
| Packer Type: | | | | | | (dopul) | |
| Total Depth: | Plug Ba | ck Depth: | | Plug Back Meth | od: | | |
| Geological Date: | | | | | | | |
| Formation Name | Formation | Top Formation Bas | se | | Completion Ir | nformation | |
| 1 | | · | | oration Interval to Feet or Open Hole Interval to Feet | | | |
| 2 | Δt· | | | | | | al toFeet |
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| | | | | | | | |
| Do NOT Write in This | Date Tested: | | Results: | | Date Plugged: | Date Repaired: Dat | e Put Back in Service: |
| Space - KCC USE ONLY | | _ | | | | | |
| Review Completed by: | | | Comr | nents: | | | |
| TA Approved: Yes | Denied Date: | | | | | | |
| | | Mail to the | Appropriate | KCC Conserv | vation Office: | | |
| | KCC Dist | rict Office #1 - 210 E | | | | | Phone 620.682.7933 |
| | === | | | | Suite 601, Wichita, KS 6 | 7226 | Phone 316.337.7400 |
| The state of the s | TOO DIST | 1100 m2 - 0400 | | , banany ood, i | Jano Gor, Wildina, NO G | | 1 110110 010.001.1700 |

KCC District Office #3 - 137 E. 21st St., Chanute, KS 66720

KCC District Office #4 - 2301 E. 13th Street, Hays, KS 67601-2651

THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners:

Susan K. Duffy, Chair

Dwight D. Keen Andrew J. French

| In the matter of the application of Merit |) | Docket No. 20-CONS-3287-CEXC |
|---|---|------------------------------|
| Energy Company, LLC, for an exception to |) | |
| the 10-year time limitation of K.A.R. 82-3- |) | CONSERVATION DIVISION |
| 111 for its Johnson Heirs 1 Well in the |) | |
| Southeast Quarter of the Northeast Quarter |) | License No. 5303 |
| of the Northeast Quarter of Section 30, |) | |
| Township 29 South, Range 38 West, Grant |) | |
| County, Kansas. |) | |
| | | |

ORDER GRANTING APPLICATION

The above-captioned matter comes before the State Corporation Commission of the State of Kansas (Commission). Having examined its files and records, and being duly advised in the premises, the Commission makes the following findings:

I. JURISDICTION

- 1. The Commission has the exclusive jurisdiction and authority to regulate oil and gas activities in Kansas.¹
- 2. A well shall not be eligible for temporary abandonment (TA) status if the well has been shut in for 10 years or more without an application for an exception pursuant to K.A.R. 82-3-100 and approval by the Commission.² An exception may be granted by the Commission, after considering whether the exception will prevent waste, protect correlative rights, and prevent pollution. Each party requesting an exception shall file an application with the conservation division.³

¹ K.S.A. 74-623.

² K.A.R. 82-3-111(b).

³ K.A.R. 82-3-100(b).

II. FINDINGS OF FACT

- 3. Merit Energy Company, LLC (Operator) conducts oil and gas activities in Kansas under active license number 32446.
- 4. On May 21 2020, Operator filed an application requesting an exception to the 10-year limit on TA status for the Johnson Heirs 1-30 well (Subject Well), API #15-067-21021.⁴
- 5. Operator has verified that notice was properly served and published at least 15 days before the issuance of this Order, as required under K.A.R. 82-3-135a.
 - 6. No protest was filed under K.A.R. 82-3-135b.
- 7. On May 20, 2020, Operator successfully tested the Subject Well for mechanical integrity, indicating there is not a present threat to fresh and usable water.⁵
- 8. The Commission finds the reasons articulated in the application and the results of the mechanical integrity test sufficient to support the administrative grant of the application.

III. CONCLUSIONS OF LAW

- 9. The Commission concludes that it has jurisdiction over Operator and this matter.
- 10. The Commission concludes that Operator's application was filed in accordance with the rules and regulations of the Commission and in accordance with Kansas statutes.
 - 11. The Commission concludes that notice was properly served and published.
- 12. Based on the above facts, the Commission concludes that the application should be granted to prevent waste and protect correlative rights, because Operator has demonstrated a potential future use for the well, and there is not a present threat to fresh and usable water.

⁴ In its application, Operator calls the Subject Well the Johnson Heirs #1, but the API number and location listed in the application describe what is known in Commission databases as the Johnson Heirs #1-30. There is no doubt based upon its application that Operator requests approval for the Johnson Heirs #1-30.

⁵ To reach this finding, the Commission takes administrative notice of its records. See 82-1-230(h).

THEREFORE, THE COMMISSION ORDERS:

A. Operator's application for an exception to the 10-year limit on TA status for the Subject Well is granted for three years, calculated from the date the application was filed.

B. Operator must file an annual TA form for the Subject Well. The first TA form shall be filed within 30 days.

C. Any party may file and serve a petition for reconsideration pursuant to the requirements and time limits established by K.S.A. 77-529(a)(1).⁶

BY THE COMMISSION IT IS SO ORDERED.

Duffy, Chair; Keen, Commissioner; French, Commissioner

| Date: | 06/30/2020 | Lynn M. Reg | | |
|----------------|--------------|------------------------------------|--|--|
| | | Lynn M. Retz Executive Director | | |
| Date Mailed: _ | d:06/30/2020 | Executive Director | | |

KAM

⁶ K.S.A. 55-162; K.S.A. 55-606; K.S.A. 55-707; K.S.A. 77-503(c); K.S.A. 77-531(b).

CERTIFICATE OF SERVICE

20-CONS-3287-CEXC

| I, the undersigned, certify that a true copy of | f the attached Order has been served to the following by means of |
|---|---|
| first class mail and electronic service on | 06/30/2020 |

SCOTT ALBERG, DISTRICT #1 SUPERVISOR KANSAS CORPORATION COMMISSION DISTRICT OFFICE NO. 1 210 E. FRONTVIEW SUITE A DODGE CITY, KS 67801 Fax: 785-271-3354 s.alberg@kcc.ks.gov

KATHERINE MCCLURKAN, REGULATORY ANALYST MERIT ENERGY COMPANY, LLC 13727 NOEL ROAD, SUITE 1200 DALLAS, TX 75240 kathy.mcclurkan@meritenergy.com

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MICHELE PENNINGTON
KANSAS CORPORATION COMMISSION
DISTRICT OFFICE NO. 1
210 E. FRONTVIEW SUITE A
DODGE CITY, KS 67801
Fax: 785-271-3354
m.pennington@kcc.ks.gov

/S/ DeeAnn Shupe

DeeAnn Shupe

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

June 08, 2022

Katherine McClurkan Merit Energy Company, LLC 13727 Noel Road, Suite 1200 Dallas, TX 75240

Re: Temporary Abandonment API 15-067-21021-00-01 Johnson Heirs 1-30 NE/4 Sec.30-29S-38W Grant County, Kansas

Dear Katherine McClurkan:

- "Your temporary abandonment (TA) application for the well listed above has been approved. In accordance with K.A.R. 82-3-111 the TA status of this well will expire 06/08/2023.
- * If you return this well to service or plug it, please notify the District Office.
- * If you sell this well you are required to file a Transfer of Operator form, T-1.
- * If the well will remain temporarily abandoned, you must submit a new TA application, CP-111, before 06/08/2023.

You may contact me at the number above if you have questions.

Very truly yours,

Michael Maier"