

RECEIVED
OCT 12 2005
KCC WICHITA

ACO-4
8/90

OPERATOR Daystar Petroleum, Inc DOCKET # 600502 DATE 10/10/05
ADDRESS 1321 W. 93rd St. North OPERATOR'S LICENSE # 30931
Valley Center, KS API NO. 15-775-21948-0001
LEASE Lynn A WELL NO. 2-22
QUARTER SE SEC 22 TWP 31S RGE 31 E X
W X

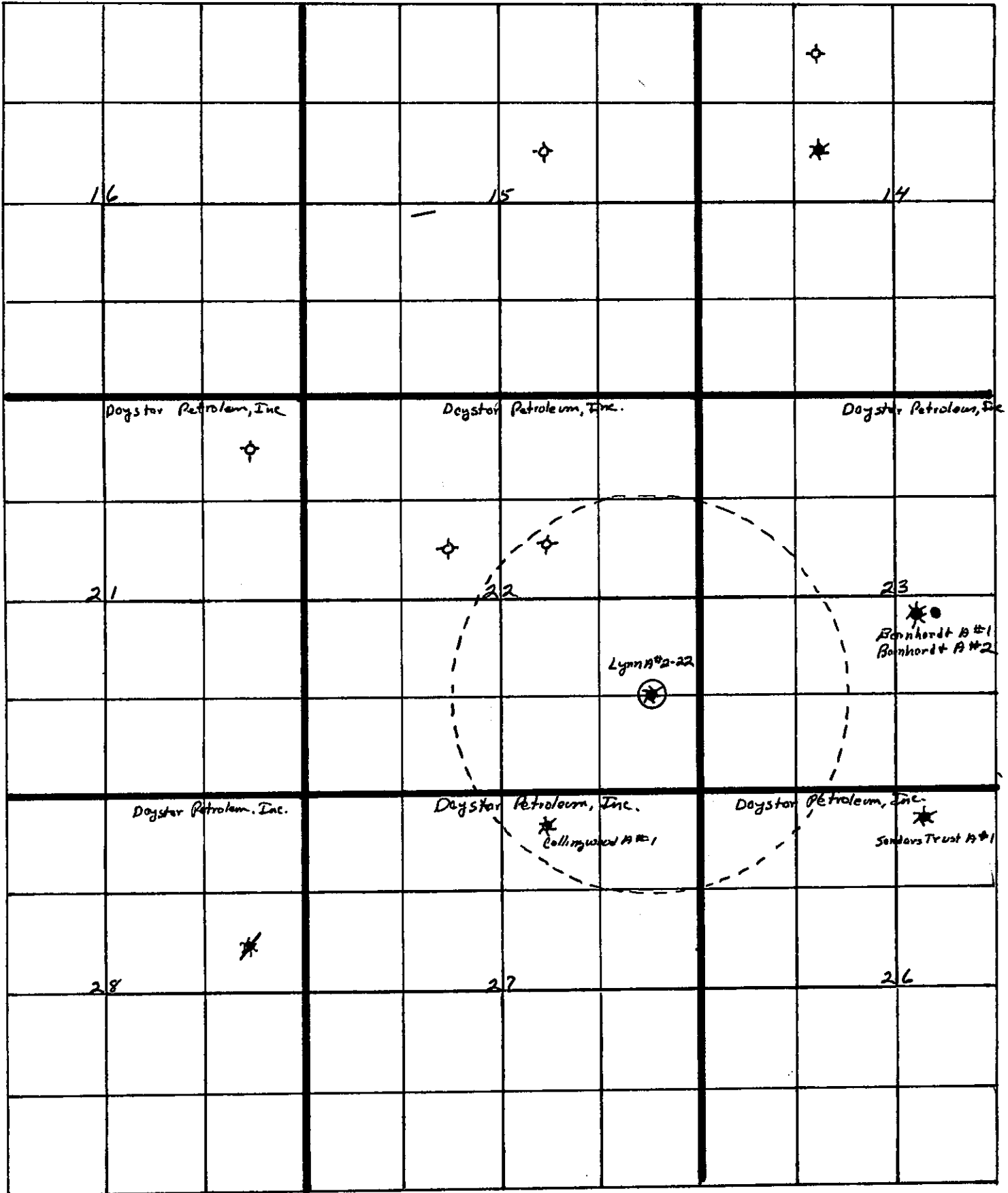
COMMINGLING 82-3-123

- X 1. Description of the well.
A plat showing:
a) Location of subject well.
b) Location of other wells on the lease.
c) Location of offsetting wells and operator's name.
- X 2. Names and upper and lower limits of the source of supply involved.
- | | | | |
|--------|-----------------------------|---------|-----------------------------|
| (NAME) | <u>Morrow</u> | (PERFS) | <u>5454-5478</u> |
| (NAME) | <u>St. Louis</u> | (PERFS) | <u>5830-5837</u> |
| (NAME) | <u> </u> | (PERFS) | <u> </u> |
- X 3. Wireline log of the subject well.
- X 4. A complete ACO-1 form.
5. Expected production, oil-gas-water, for each source of supply.
- | | | | | | | | |
|--------------------------|-----------------------------|------|-------------------|-----|-------------------|------|-------------------|
| FORMATION | <u>Morrow</u> | BOPD | <u>0</u> | MCF | <u>150</u> | BWPD | <u>0</u> |
| FORMATION | <u>St. Louis</u> | BOPD | <u>0</u> | MCF | <u>150</u> | BWPD | <u>0</u> |
| FORMATION | <u> </u> | BOPD | <u> </u> | MCF | <u> </u> | BWPD | <u> </u> |
| FORMATION | <u> </u> | BOPD | <u> </u> | MCF | <u> </u> | BWPD | <u> </u> |
| ESTIMATED COMBINED TOTAL | <u> </u> | BOPD | <u> </u> | MCF | <u>300</u> | BWPD | <u> </u> |
- X 6. Application shall be supported by an Affidavit and shall contain a certificate showing service of a copy of the application without attachments to the offsetting operators. You are responsible for this. Unless waivers are obtained, applications are held for fifteen days to give offsetting operators time to file objections. If waivers are obtained, applications can be processed immediately. If objections are filed, applications are then set for hearing.

Note: No offsetting operators within 1/2 mile

PLAT

T315-R31W SEWARD CO., KS



RECEIVED
DEC 01 2005
KCC WICHITA

DAYSTAR PETROLEUM, INC.
AFFIDAVIT OF NOTICE SERVED

RE: Application for commingling, ACO-4 dated 10/10/2005.
Well Name: Lynn A #2-22; Legal Location: SE/4 Sec. 22, T31S-R31W,
Seward County, Kansas, Docket No. CO 100502.

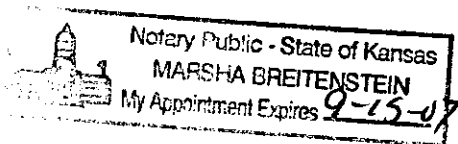
The undersigned hereby certifies that he is a duly authorized agent for the applicant and that no notice is necessary since there are no offsetting operators within ½ mile radius of the subject well.

Signed this 30th day of November, 2005



Charles D. Schmidt
President, Daystar Petroleum, Inc.

Subscribed and sworn to before me this 30th day of November, 2005.


Marsha Breitenstein, Notary Public

My commission Expires: 9/15/2007

DAYSTAR

Daystar Petroleum, Inc.

1321 West 93rd North • Valley Center, Kansas • 67147 • (316) 755-3492 • FAX (316)-755-3543

RECEIVED

DEC 01 2005

KCC WICHITA

November 30, 2005

Mr. Bob Peterson
Kansas Corporation Commission
Conservation Division
130 S. Market, Room 2078
Wichita, KS 67202-3802

*RE: Commingling Application
Docket No.
Lynn A #2-22
SE/4 Sec. 20, T31S-R31W
Seward County, Kansas*

Dear Mr. Peterson:

Attached, please find an Affidavit of Notice Served for the referenced application currently on file with the KCC. As there are no other operators within ½ mile radius of the subject well, no notice was necessary.

Please let me know the disposition of this application at your earliest convenience.

Sincerely,



Charles D. Schmidt
President

Enclosure



RECEIVED

OCT 12 2005

KCC WICHITA *Daystar Petroleum, Inc.*

1321 West 93^d North • Valley Center, Kansas • 67147 • (316) 755-3492 • FAX (316)-755-3543

October 10,2005

Kansas Corporation Commission
Conversation Division
130 S. Market, Room 2078
Wichita, KS 67202

*Re: Commingling Application Form ACO-4
Lynn A#2-22
SE/ 4 Sec. 22, T31S-R31W
Seward County, Kansas*

Gentlemen:

Attached please find an application to commingle the Morrow and St. Louis zones in the referenced well. Also attached are the open hole logs, Plat of well and surrounding area, and ACO-1's for both zone completions. No service of this application was necessary since Daystar operates all leases within the one half mile radius of the well.

Please review the attached and contact us as soon as possible if you have questions or upon final approval.

Sincerely,

Charles D. Schmidt
President

Attachment

KANSAS

CORPORATION COMMISSION

KATHLEEN SEBELIUS, GOVERNOR

BRIAN J. MOLINE, CHAIR

ROBERT E. KREHBIEL, COMMISSIONER

MICHAEL C. MOFFET, COMMISSIONER

December 8, 2005

Charles D. Schmidt
Daystar Petroleum, Inc
1321 W. 93rd Street
Valley Center KS 67147

RE: Approved Commingling CO 100502
Lynn "A" #2-22, E/2 SE, Sec. 22, T.31S, R. 31W, Seward County, Kansas
API No. 15-175-21948-00-01

Dear Mr. Schmidt:

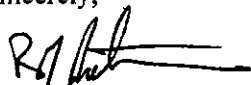
Your "Application for Commingling" (ACO-4) for the above described well has been technically reviewed and approved by the Kansas Corporation Commission (KCC) per **K.A.R. 82-3-123a**. This application, which was received by the KCC on **October 12, 2005** concerns approval to simultaneously produce from the following **two** sources of supply through the same tubing string in the same wellbore: the **Morrow** and the **St. Louis** formations.

According to your application, the estimated current production from the **Morrow** source of supply is **150 MCFGPD**. The estimated current production from the **St. Louis** source of supply is **150 MCFGPD**. The total estimated current production from all sources of supply in the subject well is **300MCFGPD**. Included in this application was operator verification that the offset operators had been formally notified of this application. No protest had been filed within the 15-day protest period.

Based upon the depth of the **St. Louis** formation perforations, total oil production shall not exceed **200 BOPD** and total gas production shall not exceed **50%** of open flow.

Docket Number **CO 100502** has been assigned to this approved application. Please use this number for well completion reports (ACO-1) and other correspondence that may concern this approved commingling.

Sincerely,



Robert Petersen

Geologist/KCC Production

DepartmentM:\PROD\Production_Shared\Prod_2005\AD-ORD\COMMINGLING\DAYSTAR\CO

100502.doc