

KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION

Form ACO-4  
Form must be typed  
July 2006

APPLICATION FOR COMMINGLING OF  
PRODUCTION (K.A.R. 82-3-123) OR FLUIDS (K.A.R. 82-3-123a)

Commingling ID # CO 080702

Operator Information:

License #: 5135  
Name: John O. Farmer, Inc.  
Address: P.O. Box 352  
City/State/Zip: Russell, KS 67665  
Contact Person: Marge Schulte  
Phone #: (785) 483-3145, Ext. 214

Well Information:

API #: 15 - 065-23,303-00-00  
Lease Name: Holsman Well #: 1  
Spot: NW - SE - SE - SE Sec. 30 Twp. 7 S. R. 21  East  
County: Graham  West  
Feet from  North /  South Line of Section: 610  
Feet from  East /  West Line of Section: 570

1. Name and upper and lower limit of each production interval to be commingled:

Formation: Toronto (Perfs): 3364-66'  
Formation: Lansing "A" (Perfs): 3378-84'  
Formation: \_\_\_\_\_ (Perfs): \_\_\_\_\_  
Formation: \_\_\_\_\_ (Perfs): \_\_\_\_\_  
Formation: \_\_\_\_\_ (Perfs): \_\_\_\_\_

2. Estimated amount of fluid production to be commingled from each interval:

Formation: Toronto BOPD: 50 MCFPD: \_\_\_\_\_ BWPD: 0  
Formation: Lansing "A" BOPD: 20 MCFPD: \_\_\_\_\_ BWPD: 0  
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.
- 6. Complete Form ACO-1 (Well Completion form) for the subject well.

For Commingling of FLUIDS ONLY, include the following:

- \_\_\_\_\_ 5. Well construction diagram of subject well.
- \_\_\_\_\_ 6. Any available water chemistry data demonstrating the compatibility of the fluids to be commingled.

State of Kansas )  
 )  
County of Russell )

ss:

VERIFICATION: I 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.

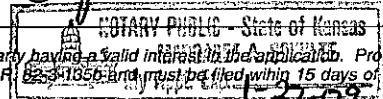
Signature: John O. Farmer III  
Printed Name: John O. Farmer III  
Title: President

Subscribed & sworn to before me this 15th day of August, 20 07

Notary Public: Margaret A. Schulte

My Commission Expires: \_\_\_\_\_

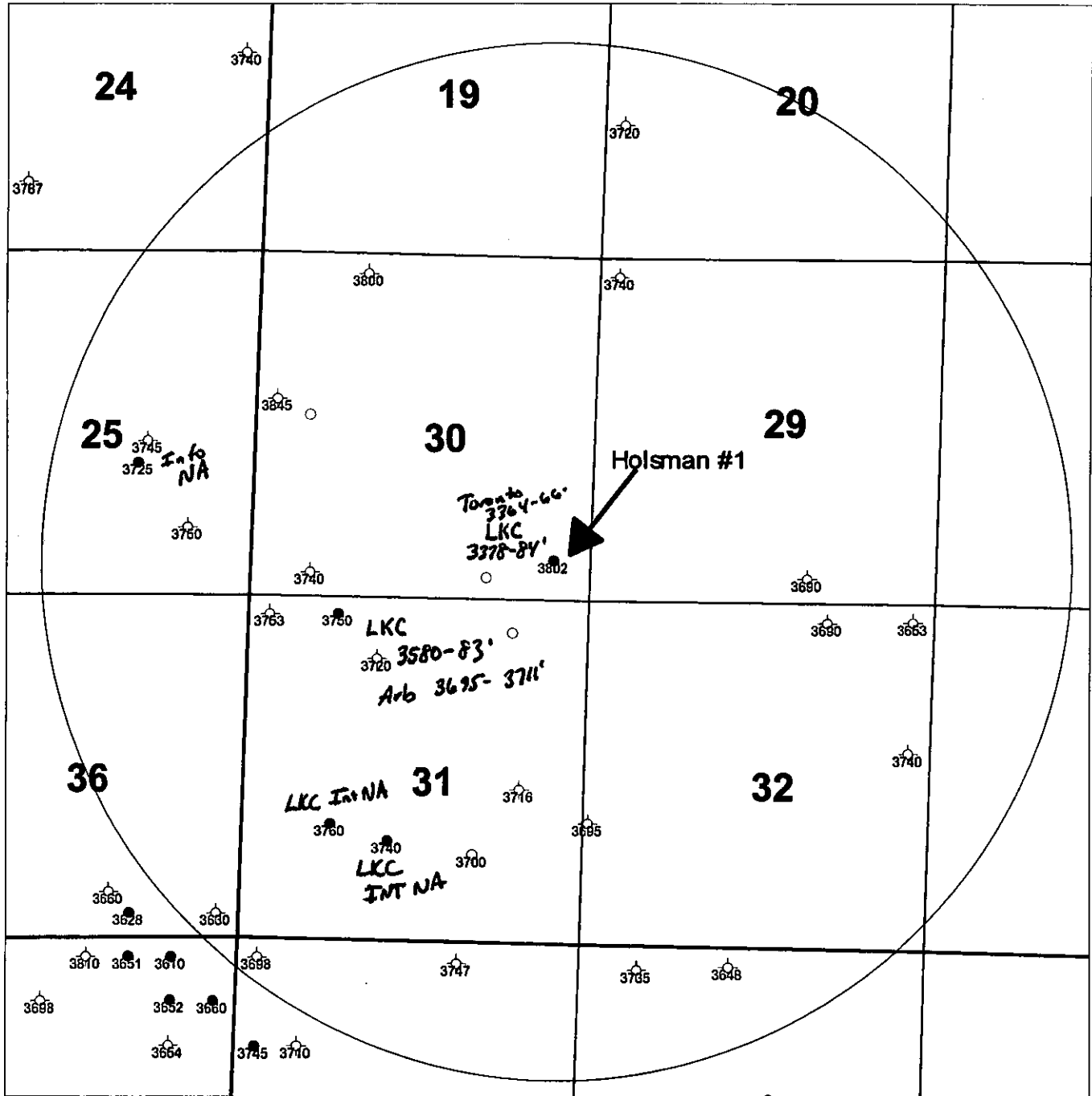
**KCC Office Use Only**  
 Denied  Approved  
KCC Date Received: \_\_\_\_\_ 15-Day Periods Ends: \_\_\_\_\_  
Approved By: 9-7-07 [Signature] Date: \_\_\_\_\_



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. 82-3-185b and must be filed within 15 days of publication of the notice of application.

RECEIVED  
KANSAS CORPORATION COMMISSION  
AUG 16 2007  
CONSERVATION DIVISION  
WICHITA, KS

John O. Farmer, Inc.  
 Total Depth & Producing Zones Map  
 T7S R21W Graham County, KS  
 7/24/2007



RECEIVED  
 KANSAS CORPORATION COMMISSION

AUG 16 2007

CONSERVATION DIVISION  
 WICHITA KS

OFFSET OPERATORS/UNLEASED MINERAL OWNERS  
(within 1/2 mile radius)  
TO JOHN O. FARMER, INC.

Holsman #1  
610' FSL & 570' FEL  
Sec. 30-7S-21W  
Graham County, Kansas

Sec. 29-7S-21W

NW/4 & SW/4

John O. Farmer, Inc.

Sec. 30-7S-21W

N/2 SE/4, NE/4, & SW/4

John O. Farmer, Inc.

S/2 SE/4

John O. Farmer, Inc.  
**(Holsman Lease)**

Sec. 31-7S-21W

NE/4

John O. Farmer, Inc.

NW/4

Ritchie Exploration, Inc.  
P.O. Box 783188  
Wichita, KS 67278-3188

Sec. 32-7S-21W

NW/4

John D. & Patricia J. Kern; Brenda D.  
Crawford, Attorney-in-Fact for Edna A.  
Kern; Brenda D. & William C. Crawford,  
Trustees of the Brenda D. Crawford  
Revocable Living Trust Dated 10-19-94  
c/o Brenda D. Crawford, 700 SW 9th Street,  
Plainville, KS 67663  
(unleased mineral owners)

I certify that copies of the ACO-16 (Application For New Pool Determination) and ACO-4 (Application for Commingling of Production) for the John O. Farmer, Inc. Holsman #1 have been sent to the offset operator and unleased mineral owners listed previously as of the 15th day of August, 2007.

  
\_\_\_\_\_  
JOHN O. FARMER III, PRESIDENT

RECEIVED  
KANSAS CORPORATION COMMISSION

AUG 16 2007

CONSERVATION DIVISION  
WICHITA, KS

**AFFIDAVIT**

STATE OF KANSAS \
- SS.
County of Sedgwick /

Nicole Mandina, of lawful age, being first duly sworn, deposeeth and saith: That she 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 for  1  issues - weeks, that the first publication of said notice was

made as aforesaid on the  23rd  of

August  A.D.  2007 , with

subsequent publications being made on the following dates:

And affiant further says that she has personal knowledge of the statements above set forth and that they are true.

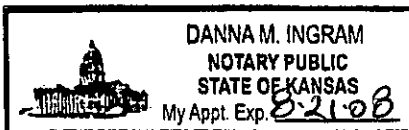
*Nicole Mandina*

Subscribed and sworn to before me this

23rd day of August, 2007

*Danna M. Ingram*

Notary Public Sedgwick County, Kansas



Printers Fee:  \$74.00

**LEGAL PUBLICATION**

First Published in The Wichita Eagle on August 23, 2007 (2716654) BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS NOTICE OF FILING APPLICATION RE: JOHN O. FARMER, INC. -- Application for Commingling of Production in the Holsman #1 located in Graham County, Kansas. TO: All Oil and Gas Producers, Unleased Mineral Interest Owners, Landowners, and all persons whosoever concerned. You, and each of you, are hereby notified that John O. Farmer, Inc. has filed an application to commingle the Toronto and Lansing "A" producing formations at the Holsman #1, located 610' from the south line and 570' from the east line of Sec. 30-T7S-R21W, Graham 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 the 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. All persons interested or concerned shall take notice of the foregoing and shall govern themselves accordingly.

John O. Farmer III
John O. Farmer, Inc.
P.O. Box 352
Russell, KS 67665
Telephone (785) 483-3144

RECEIVED
KANSAS CORPORATION COMMISSION
AUG 30 2007
CONSERVATION DIVISION
WICHITA, KS

2007

**AFFIDAVIT OF PUBLICATION**  
**State of Kansas, County of Graham, ss:**

First Published In The **HILL CITY**  
Times, Wednesday, August 22,  
2007:

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

RE: JOHN O. FARMER, INC. -  
Application for Commingling of  
Production in the Holsman #1  
located in Graham County, Kansas.

TO: All Oil and Gas Producers,  
Unleased Mineral Interest Owners,  
Landowners, and all persons  
whosoever concerned.

You, and each of you, are hereby  
notified that John O. Farmer, Inc.  
has filed an application to  
commingle the Toronto and Lansing  
"A" producing formations at the  
Holsman #1, located 610' from the  
south line and 570' from the east line  
of Sec. 30-T7S-R21W, Graham  
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 the publication. These protests  
shall be filed pursuant to Com-  
mission 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.

JIM LOGBACK, of lawful age, being duly sworn, upon oath states  
that he is publisher of THE HILL CITY TIMES;

THAT said newspaper has been published weekly at least fifty (50)  
times a year and has been published at least five (5) years in Graham County,  
Kansas prior to the first publication of the attached notice;

THAT said newspaper has a general PAID circulation in GRAHAM  
COUNTY, KANSAS, and is NOT a trade, religious or fraternal publication.

THAT said newspaper is PRINTED IN KANSAS and PUBLISHED  
in GRAHAM COUNTY, KANSAS, and entered as second class mail matter  
at the post office of its publication in HILL CITY, KANSAS;

THAT, a notice of which the attached is a true and correct copy,  
was published in a regular issue of said newspaper for 1 consecutive  
weeks commencing with the issue of August 22 2007.

*Jim Logback*

Publication Fee ..... \$ 25.20

\_\_\_\_\_ Affidavits @ 35¢ .. \$ \_\_\_\_\_

\_\_\_\_\_ Extra Copies @ 25¢ \$ \_\_\_\_\_

\_\_\_\_\_ DISTRICT COURT FEE ..... \$ 25.20



My commission expires KS/A

53-501

SUBSCRIBED and sworn  
to before me this 22nd  
day of August,  
2007  
*Donna Y. Elliott*  
Clerk of the District Court  
Graham County Notary Public



*Kathleen Sebelius, Governor  
Thomas E. Wright, Chairman  
Michael C. Moffet, Commissioner  
Joseph F. Harkins, Commissioner*

September 7, 2007

Marge Schulte  
John O. Farmer, Inc.  
P.O. Box 352  
Russell, KS 67665

**RE: Approved Commingling CO080702  
Holsman #1, Sec. 30-T7S-R21W, Graham County, Kansas  
API No. 15-065-23303-0000**

Dear Ms. Schulte:

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. 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. This application, which was received by the KCC on **August 16, 2007** concerns approval to simultaneously produce from the following **two** sources of supply through the same tubing string in the same wellbore: the **Toronto and Lansing "A"** formations.

According to your application, the estimated current production from the **Toronto** source of supply is **50 BOPD, 0 Mcfpd and 0 BWPD**. The estimated current production from the **Lansing "A"** source of supply is **20 BOPD, 0 Mcfpd and 0 BWPD**. The total estimated current production from all sources of supply in the subject well is **70 BOPD, 0 Mcfpd and 0 BWPD**.

Based upon the depth of the **Lansing "A"** formation perforations, total oil production shall not exceed **100 BOPD** and total gas production shall not exceed **50%** of the absolute open flow (AOF).

Docket Number **CO080702** 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,

Rick Hestermann  
Production Department