

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 # C0070601

Operator Information:

License #: 31652
Name: Norstar Petroleum Inc.
Address: 6855 S. Havana St., Ste. 250
City/State/Zip: Centennial, CO 80112
Contact Person: Per Burchardt
Phone #: 303-925-0696

Well Information:

API #: 15 - 135-24298-0000
Lease Name: Dinges Well #: 2-18
Spot: NE - NE - SE - NW Sec. 18 Twp. 18 S. R. 24 East
County: Ness West
Feet from North / South Line of Section: 1540'
Feet from East / West Line of Section: 2330'

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

Formation: Fort Scott (Perfs): 4248 - 4254'
Formation: Cherokee (Perfs): 4311 - 12, 4314 - 16, 4318 - 21, 4322 - 24'
Formation: _____ (Perfs): _____
Formation: _____ (Perfs): _____
Formation: _____ (Perfs): _____

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

Formation: Fort Scott BOPD: 12 MCFPD: 0 BWPD: 24
Formation: Cherokee BOPD: 12 MCFPD: 0 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 COLORADO)
County of ARAPAHOE)

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: [Signature]
Printed Name: Per Burchardt
Title: President

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DEC 13 2006
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Subscribed & sworn to before me this 11th day of December, 20 06
Notary Public: [Signature]
My Commission Expires: 4/5/07

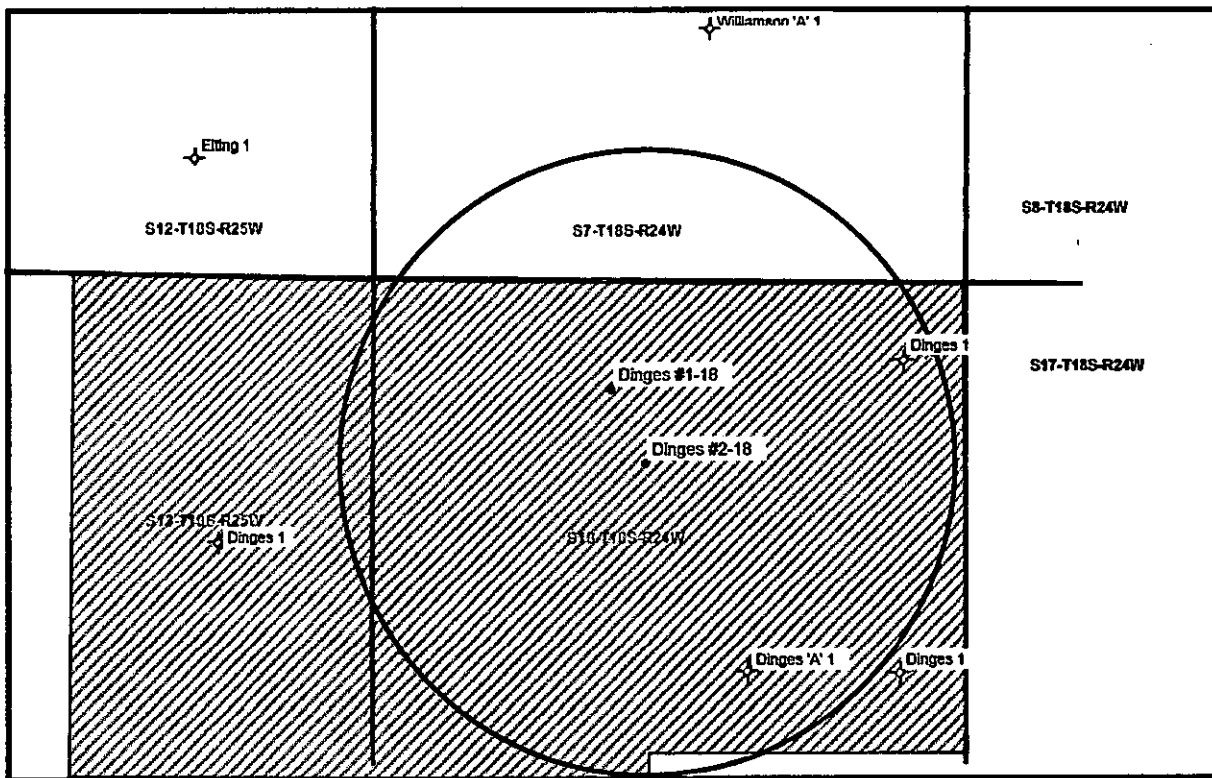
Protests may be filed by any party having a valid interest in the application. Protests must be in writing and comply with K.A.R. 82-3-135b and must be filed within 15 days of publication of the notice of application.

KCC Office Use Only
 Denied Approved
KCC Date Received: 12-13-06 15-Day Periods Ends: 12-26-06
Approved By: [Signature] Date: 1-2-07

Mail with all required attachments and files to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

CLARK D. PARROTT
NOTARY PUBLIC
STATE OF COLORADO

Well Location Plat



 = Norstar Petroleum Inc. leasehold

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Affidavit of Notice Served

Re: Application for: Norstar Petroleum Inc.
Well Name: Dinges #2-18 Legal Location: SE NW Section 18, T18S-R24W

The undersigned hereby certifies that he / she is a duly authorized agent for the applicant, and that on the day 11th of December, 2006, a true and correct copy of the application referenced above was delivered or mailed to the following parties:

Note: A copy of this affidavit must be served as a part of the application.

Name	Address (Attach additional sheets if necessary)
Grand Mesa Operating Company	200 E First St., Ste. 307 Wichita, KS 67202
D&V Stenzel Partnership c/o Vernon L. and Delma G. Stenzel	310 North Pennsylvania Ness City, KS 67560
Gloria J. Williamson, as Surviving Trustee of the Williamson Revocable Living Trust, and any amendments thereto, dated March 6, 1996 c/o Gloria J. Williamson	14949 Toft Drive Lake El Sinore, CA 92530-7408
John Holly Williamson	630 Messelin Ave., Apt. #240 Los Angeles, CA 90036-5761
Coombs Living Trust dated March 25, 2004 Alan Coombs and Marjorie W. Coombs, Trustees	1940 Michigan Ave. Salt Lake City, UT 84108-1324

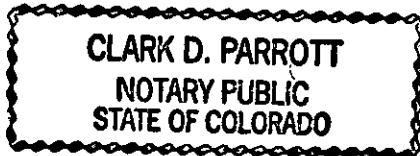
I further attest that notice of the filing of this application was published in the Wichita Eagle and the Ness County News, the official county publication of Ness county. A copy of the affidavit of this publication is attached.


Signed this 11th day of December, 2006



Applicant of Duly Authorized Agent

Subscribed and sworn to before me this 11th day of December, 2006





Notary Public

My Commission Expires: 4-5-07

Protests may be filed by any party having a valid interest in the application. Petitions for protests shall be in writing and shall clearly identify the name and address of the protestant and the title of the application. The petition shall include a clear and concise statement of the direct and substantial interest of the protestant in the proceedings, including the manner in which the protestant may be affected, and the nature, extent, character and grounds of the protest. Protestants shall serve the protest upon the applicant by mail or personal service at the same time or before the protestant files the protest with the Conservation Division. Protests must be filed within 30 days of the publication notice of the application.

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AFFIDAVIT OF PUBLICATION: ---The Ness County News

Case No. _____

(First published in the Ness County News, November 16, 2006) -1t

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

RE Norstar Petroleum Inc. - Application for Commingling of Production, in the Dinges #2-18, located in Ness County, Kansas.

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

You, and each of you, are hereby notified that Norstar Petroleum Inc. has filed an application to commingle production from the Fort Scott and Cherokee formations in the Dinges #2-18, located in the SE NW Section 18, T18S-R24W, Ness 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 this 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.

Norstar Petroleum Inc.
6855 S. Havana St.,
Ste. 250
Centennial, CO 80112
(303) 925-0696

STATE OF KANSAS, COUNTY OF NESS, ss:

Jerry Clarke, being first duly sworn, Deposes and says: that he is Publisher of The Ness County News, a weekly newspaper, published and printed in Ness City, State of Kansas, and published in and of general circulation in Ness County, Kansas, with a general paid circulation on a weekly basis in Ness County, Kansas, and that said newspaper is not a trade, religious or fraternal publication.

Said newspaper is a weekly published at least 50 times a year; has been so published continuously and uninterruptedly in said county and state for a period of more than five years prior to the first publication of said notice; and has been admitted at the post office of Ness City, in said County as second class mail matter.

That the attached notice is a true copy thereof and was published in the regular and entire issue of said newspaper for _____ consecutive weeks, the first publication thereof being made as aforesaid on the 16th day of November, 2006, with subsequent publications being made on the following dates:

_____, 20_____, _____, 20_____
_____, 20_____, _____, 20_____
_____, 20_____, _____, 20_____

Jerry Clarke, Jerry Clarke, editor

Subscribed and sworn to before me this 16th day of November, 2006

NOTARY PUBLIC - State of Kansas
AMANDA SCHWIEN
My Appt. Exp. 07/21/2009

Amanda Schwiem
Amanda Schwiem, Notary Public.

Publication Fee _____ \$ 23.56
Additional Copies @ _____ \$ _____
Total Publication Fees _____ \$ 23.56

Filed this _____ day of _____, 20_____.

Attached Proof Of Publication approved this _____ day of _____, 20_____

District Magistrate Judge

Filed this _____ day of _____, 20_____.

Clerk of the District Court.

Attached Proof Of Publication approved this _____ day of _____, 20_____

Judge Twenty-fourth Judicial District.

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KCC WICHITA

AFFIDAVIT

STATE OF KANSAS \
- SS.
County of Sedgwick /

Milt Mounts, of lawful age, being first duly sworn, deposeth and saith: That he 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 consecutive issues - weeks, that the first publication of said notice was

made as aforesaid on the 10th day of

November A.D. 2006 , with

subsequent publications being made on the following dates:

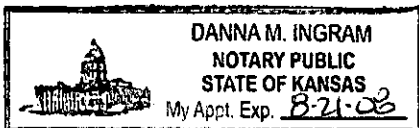
And affiant further says that _____ he has personal knowledge of the statements above set forth and that they are true.

[Handwritten Signature]

Subscribed and sworn to before me this

10th day of November , 2006

[Handwritten Signature]
Notary Public Sedgwick County, Kansas



Printer's Fee \$72.00

LEGAL PUBLICATION

First Published in The Wichita Eagle on November 10, 2006 (2587532)
BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS
NOTICE OF FILING APPLICATION
RE: Norstar Petroleum Inc. - Application for Commingling of Production, in the Dinges #2-18, located in Ness County, Kansas.
TO: All Oil & Gas Producers, Unleased Mineral Interest Owners, Landowners, and all persons whomsoever concerned.
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All persons interested or concerned shall take notice of the foregoing and shall govern themselves accordingly.
Norstar Petroleum Inc.
6855 S. Havana St., Ste. 250
Centennial, CO 80112
(303) 925-0696

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**NORSTAR
PETROLEUM
INC.**

6855 S. HAVANA ST.
SUITE 250
CENTENNIAL, CO 80112-3864
OFFICE (303) 925-0696
FAX (303) 925-0699

December 11, 2006

KCC – Conservation Division
130 S. Market – Room 2078
Wichita, KS 67202

RE: Dinges 2-18
1540' FNL & 2330' FWL
Sec. 18, T18S-R24W
Ness County, KS

Gentlemen:

Pursuant to your letter of November 1, 2006 enclosed please find the revised Application for Commingling of Production or Fluids (ACO-4) with the additional attachments you requested for the above referenced well. Please keep this information tight for one year as allowed by rule.

Sincerely,
Norstar Petroleum Inc.

John J. Meyers IV, P.E.

Attachments: Revised Form ACO-4
Affidavit of Notice Served
Affidavit of Publication (Ness County News)
Affidavit of Publication (Wichita Eagle)

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KCC WICHITA

KANSAS

CORPORATION COMMISSION

KATHLEEN SEBELIUS, GOVERNOR
BRIAN J. MOLINE, CHAIR
ROBERT E. KREHBIEL, COMMISSIONER
MICHAEL C. MOFFET, COMMISSIONER

November 1, 2006

File Copy

Dear Operator,

Your ACO-4 Application for Commingling is being returned to you for the following reason (see checked items):

- Re-file on current ACO-4 form (July 2006).** See enclosed, or can be found at <http://www.kcc.state.ks.us/conservation/forms>.
- ACO-4 Item 1 Missing)** Name of upper and lower limit of each production interval to be commingled.
- ACO-4 Item 2 Missing)** Estimated Amount of fluid production to be commingled from each interval.
- ACO-4 Item 3 Missing)** Plat map.
- ACO-4 Item 4 Missing)** Signed certificate showing service of the application to the offset leased and unleased mineral owners within ½ radius mile of the well pursuant to K.A.R. 82-3-135 a (b).
- ACO-4 Item 4 Missing)** Signed certificate of publication of the application in the official county newspaper and the Wichita Eagle newspaper pursuant to K.A.R. 82-3-135 a (d).
- ACO-4 Item 5 Missing)** Wireline log of the subject well,
- ACO-4 Item 6 Missing)** Complete ACO-1 (Well completion form) for the subject well.

Please return the form and requested information for processing.

Thank you.

KCC Production Department

KANSAS

CORPORATION COMMISSION

KATHLEEN SEBELIUS, GOVERNOR
BRIAN J. MOLINE, CHAIR
ROBERT E. KREHBIEL, COMMISSIONER
MICHAEL C. MOFFET, COMMISSIONER

January 2, 2007

John J. Meyers IV
Norstar Petroleum, Inc.
6855 S. Havana St., Suite 250
Centennial, CO 80112

RE: Approved Commingling CO070601
Dinges 2-18, Sec. 18-T18S-R24W, Ness County, Kansas
API No. 15-135-24298-0000

Dear Mr. Meyers:

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 **July 5, 2006** concerns approval to simultaneously produce from the following **two** sources of supply through the same tubing string in the same wellbore: the **Fort Scott and the Cherokee** formations.

According to your application, the estimated current production from the **Fort Scott** source of supply is **12 BOPD, 0 Mcfpd and 24 BWPD**. The estimated current production from the **Cherokee** source of supply is **12 BOPD, 0 Mcfpd and 0 BWPD**. The total estimated current production from all sources of supply in the subject well is **24 BOPD, 0 Mcfpd and 24 BWPD**.

Based upon the depth of the **Cherokee** formation perforations, total oil production shall not exceed **200 BOPD** and total gas production shall not exceed **50%** of the absolute open flow (AOF).

Docket Number **CO070601** 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