



KANSAS CORPORATION COMMISSION 1059577
OIL & GAS CONSERVATION DIVISION

Form ACO-4
Form must be typed
March 2009

APPLICATION FOR COMMINGLING OF PRODUCTION (K.A.R. 82-3-123) OR FLUIDS (K.A.R. 82-3-123a) *Commingling ID #* CO081101

OPERATOR: License # 9855
Name: Grand Mesa Operating Company
Address 1: 1700 N WATERFRONT PKWY BLDG 600
Address 2: _____
City: WICHITA State: KS Zip: 67206 + 5514
Contact Person: Ronald N. Sinclair
Phone: (316) 265-3000

API No. 15 - 15-063-21812-00-01
Spot Description: 340' FNL & 536' FWL
SE NW NW NW Sec. 32 Twp. 13 S. R. 31 East West
340 Feet from North / South Line of Section
536 Feet from East / West Line of Section
County: Gove
Lease Name: Hess Well #: 3-32

1. Name and upper and lower limit of each production interval to be commingled:
Formation: Cherokee (Perfs): 4498-4516
Formation: Lansing/KC (Perfs): 4092-4113
Formation: _____ (Perfs): _____
Formation: _____ (Perfs): _____
Formation: _____ (Perfs): _____

2. Estimated amount of fluid production to be commingled from each interval:
Formation: Cherokee BOPD: 12 MCFPD: 0 BWPD: 5
Formation: Lansing/KC BOPD: 12 MCFPD: 0 BWPD: 5
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. Previously Filed with ACO-1: Yes No
- 6. Complete Form ACO-1 (Well Completion form) for the subject well.

For Commingling of FLUIDS ONLY, include the following:

- 7. Well construction diagram of subject well.
- 8. Any available water chemistry data demonstrating the compatibility of the fluids to be commingled.

AFFIDAVIT: I am the affiant and 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.

Submitted Electronically

KCC Office Use Only	
<input type="checkbox"/> Denied	<input checked="" type="checkbox"/> Approved
15-Day Periods Ends: <u>8/18/2011</u>	
Approved By: <u>Rick Hestermann</u>	Date: <u>08/19/2011</u>

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.

AFFIDAVIT

STATE OF KANSAS \
 - SS.
County of Sedgwick /

Mark Fletchall, 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 issues, that the first publication of said notice was

made as aforesaid on the 25th of

July A.D. 2011, 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.

Mark Fletchall

Subscribed and sworn to before me this

25th day of July, 2011

PENNY L. CASE
Notary Public, State of Kansas
My Appt. Expires 5/28/2014

Penny L. Case
Notary Public Sedgwick County, Kansas

Printer's Fee : \$110.80

LEGAL PUBLICATION

Published in The Wichita Eagle
July 25, 2011 (3131018)
BEFORE THE STATE
CORPORATION COMMISSION
OF THE STATE OF KANSAS
NOTICE OF FILING APPLICATION
RE: Grand Mesa Operating Company,
License #9655 Application for a
commingling of production for the Hess #3-
32, located in Gove County, Kansas
To: All Oil & Gas Producers, Unleased
Mineral Interest Owners, Landowners and
all persons concerned.
You, and each of you, are hereby notified
that Grand Mesa Operating Company has
filed an application for commingling
production or fluids from the Cherokee and
the Lansing/KC Formations. The subject
well, the Hess #3-32, is located 340 feet from
the north line and 536 feet from the west line
in the SE, NW, NW of Section 32,
Township 13 South, Range 31 West, Gove
County, Kansas.
Any persons who object to or protest this
application shall be required to file their
objections or protest with the Conservation
Division of the State Corporation
Commission of the State of Kansas within
fifteen (15) days of the publication of this
notice. These protests shall be filed pursuant
to Commission regulations and must state
specific reasons why granting 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.
Grand Mesa Operating Company
Ronald N. Sinclair, President
1700 N. Waterfront Pkwy, Bldg 600
Wichita, KS 67206-5514
(316) 265-3000

AFFIDAVIT OF PUBLICATION
State of Kansas,
Gove County, ss:

Roxanne Broeckelman,
being first duly sworn, deposes and
says: That she is
co-publisher of

Gove County Advocate, a weekly
newspaper printed in the State of
Kansas, and published in and of
general circulation in Gove County,
Kansas, with a general paid
circulation on a weekly basis in
Gove 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;
and 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 in
Quinter in said county as periodical
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 one
consecutive week(s), the first
publication thereof being made as
aforesaid on the 27th day
of July, 2011,
with subsequent publications being
made on the following dates:

_____, _____
_____, _____
_____, _____
_____, _____
_____, _____
_____, _____

Printer's Fee\$ _____
Additional Copies\$ _____
Affidavit Fees\$ _____
Total Publication Fees .\$. _____

Roxanne Broeckelman

Subscribed and sworn to before me
this 27th day of
July, 2011

Linda L. Zerr
Notary Public

My commission expires:
January 8, 2013

LEGAL ADVERTISING
(Published in the Gove County Advocate,
Quinter, KS, Wed., July 27, 2011 - 1f)
**BEFORE THE STATE CORPORATION
COMMISSION OF THE STATE OF KANSAS
NOTICE OF FILING APPLICATION**
RE: Grand Mesa Operating Company, License
#9855- Application for a commingling of pro-
duction for the Hess #3-32, located in Gove
County, Kansas.
TO: All Oil & Gas Producers, Unleased Mineral
Interest Owners, Landowners and all persons
concerned.

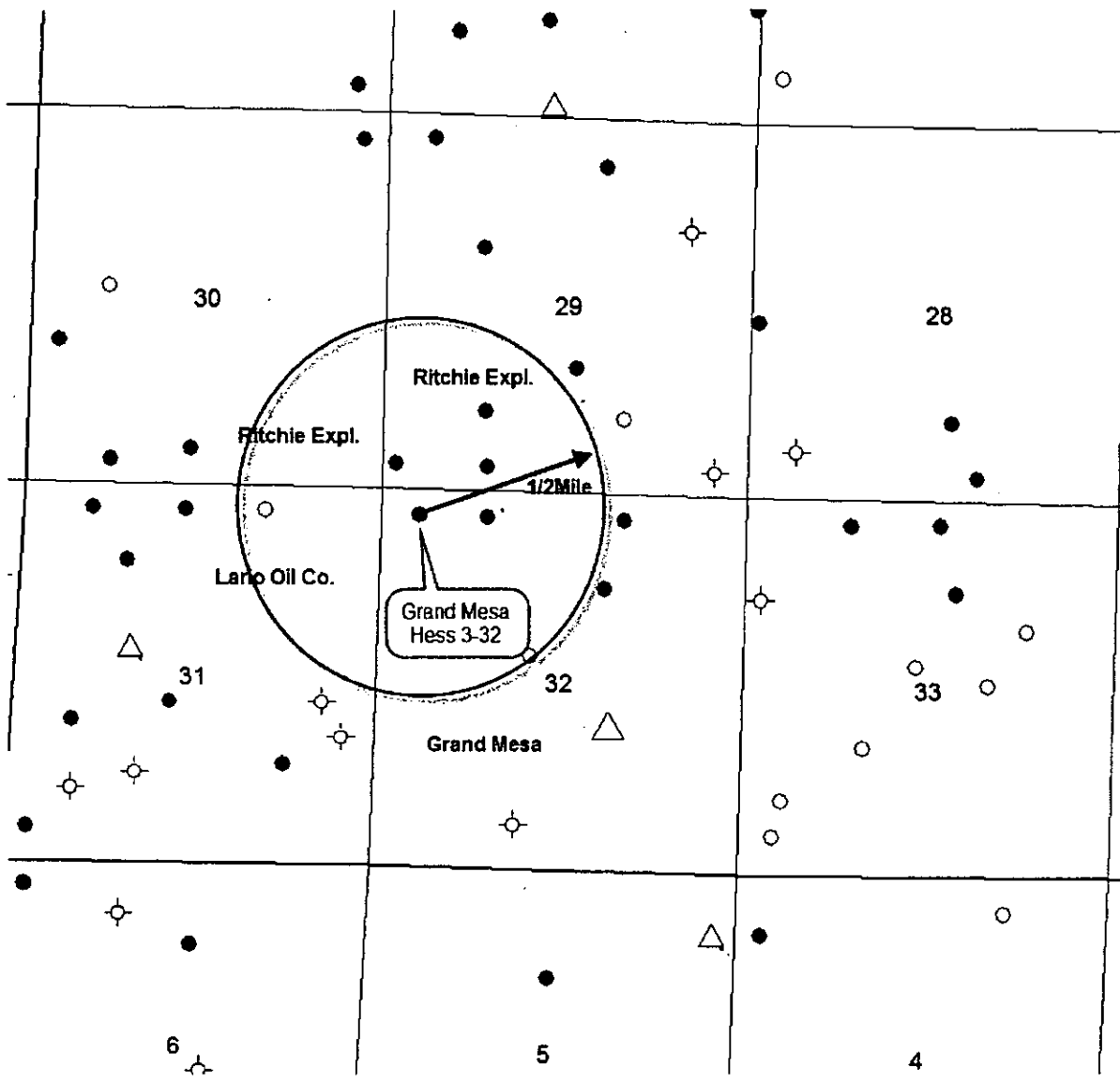
You, and each of you, are hereby notified
that Grand Mesa Operating Company - has
filed an application for commingling production
or fluids from the Cherokee and the Lansing/KC
Formations. The subject well, the Hess #3-32,
is located 340 feet from the north line and 536
feet from the west line in the SE NW NW
of Section 32, Township 13 South, Range 31
West, Gove County, Kansas.

Any persons who object to or protest this
application shall be required to file their objec-
tions or protest with the Conservation Division
of the State Corporation Commission of the
State of Kansas within fifteen (15) days of the
publication of this notice. These protests shall
be filed pursuant to Commission regulations
and must state specific reasons why granting
the application may cause waste, violate correla-
tive 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.

Grand Mesa Operating Company
Ronald N. Sinclair, President
1700 N. Waterfront Pkwy., Bldg. 600
Wichita, KS 67206-5514
(316) 265-3000

LINDA L. ZERR
NOTARY PUBLIC
STATE OF KANSAS
My Appr. Exp. 1-8-2013



**GRAND
MESA**

OPERATING COMPANY

(316) 265-3000
FAX: (316) 265-3455

1700 N. WATERFRONT PARKWAY
BLDG. 800
WICHITA, KANSAS 67208-5514

AFFIDAVIT OF NOTICE SERVED

RE: Application for Commingling of Production

Well Name: Hess #3-32

Legal Location: SE/NW/NW/NW Section 32-13S-31W, Gove County, Kansas

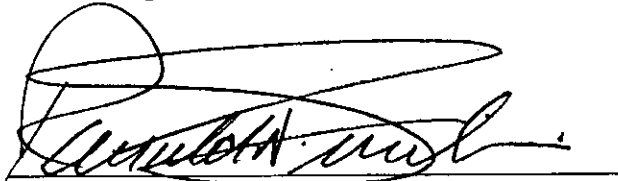
The undersigned hereby certifies that he/she is a duly authorized agent for the applicant, and that on the 3rd day of August, 2011, a true and correct copy of the application referenced above was delivered or mailed to the following parties:

Ritchie Exploration, Inc., 8100 E. 22nd North, Bldg 700, Wichita, KS 67226
Lario Oil & Gas Company, 301 S. Market Street, Wichita, KS 67202

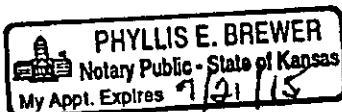
I further attest that notice of the filing of this application was published in **The Gove County Advocate**, the official county publication of **Gove County, Kansas** and **The Wichita Eagle**, Wichita, Kansas. Copies of these affidavits of publication are attached.

Signed this 3rd day of August, 2011.

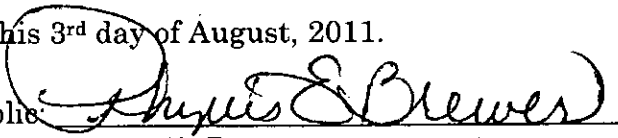
Applicant of Duly Authorized Agent:


Ronald N. Sinclair, President of
Grand Mesa Operating Company

Subscribed and sworn to before me this 3rd day of August, 2011.



Notary Public:


Phyllis E. Brewer, Notary Public

My Commission Expires: July 21, 2015

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**GRAND
MESA**

OPERATING COMPANY

(316) 265-3000
FAX: (316) 265-3455

1700 N. WATERFRONT PARKWAY
BLDG. 600
WICHITA, KANSAS 67208-6614

August 3, 2011

Ritchie Exploration, Inc.
8100 E. 22nd North, Bldg 700
Wichita, KS 67226

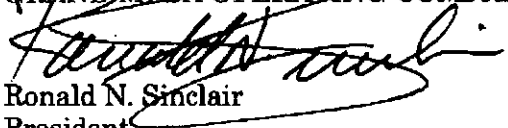
RE: Application for Commingling
Hess #3-32; SE/NW/NW/NW Sec. 32-13S-31W
Gove County, Kansas

To Whom It May Concern:

Per Kansas Corporation Commission (KCC) regulations 82-3-123 and 82-3-135(a) Grand Mesa Operating Company is providing notice to you regarding the commingling of wellbore production in the above-described well. Please find the attached "APPLICATION FOR COMMINGLING OF PRODUCTION OR FLUIDS", KCC form ACO-4. If you have any questions, please contact me at (316) 265-3000.

Very truly yours,

GRAND MESA OPERATING COMPANY


Ronald N. Sinclair
President

RNS;peb

Enclosures

**GRAND
MESA**

OPERATING COMPANY

(316) 265-3000
FAX: (316) 265-3455

1700 N. WATERFRONT PARKWAY
BLDG. 600
WICHITA, KANSAS 67208-5514

August 3, 2011

Lario Oil & Gas Company
301 S. Market Street
Wichita, KS 67202

RE: Application for Commingling
Hess #3-32; SE/NW/NW/NW Sec. 32-13S-31W
Gove County, Kansas

To Whom It May Concern:

Per Kansas Corporation Commission (KCC) regulations 82-3-123 and 82-3-135(a) Grand Mesa Operating Company is providing notice to you regarding the commingling of wellbore production in the above-described well. Please find the attached "APPLICATION FOR COMMINGLING OF PRODUCTION OR FLUIDS", KCC form ACO-4. If you have any questions, please contact me at (316) 265-3000.

Very truly yours,

GRAND MESA OPERATING COMPANY


Ronald N. Sinclair
President

RNS;peb

Enclosures

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

RE: Grand Mesa Operating Company, License #9855– Application for a commingling of production for the Hess #3-32, located in Gove County, Kansas.

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

You, and each of you, are hereby notified that Grand Mesa Operating Company – has filed an application for commingling production or fluids from the Cherokee and the Lansing/KC Formations. The subject well, the Hess #3-32, is located 340 feet from the north line and 536 feet from the west line in the SE NW NW of Section 32, Township 13 South, Range 31 West, Gove County, Kansas.

Any persons who object to or protest this application shall be required to file their objections or protest with the Conservation Division of the State Corporation Commission of the State of Kansas within fifteen (15) days of the publication of this notice. These protests shall be filed pursuant to Commission regulations and must state specific reasons why granting 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.

Grand Mesa Operating Company
Ronald N. Sinclair, President
1700 N. Waterfront Pkwy, Bldg 600
Wichita, KS 67206-5514
(316) 265-3000

Conservation Division
Finney State Office Building
130 S. Market, Rm. 2078
Wichita, KS 67202-3802



Phone: 316-337-6200
Fax: 316-337-6211
<http://kcc.ks.gov/>

Mark Sievers, Chairman
Ward Loyd, Commissioner
Thomas E. Wright, Commissioner

Sam Brownback, Governor

August 18, 2011

Ronald N. Sinclair
Grand Mesa Operating Company
1700 N Waterfront Pkwy, Bldg 600
Wichita, KS 67206-5514

RE: Approved Commingling CO081101
Hess 3-32, Sec. 32-T13S-R31W, Gove County
API No. 15-063-21812-00-01

Dear Mr. Sinclair:

Your Application for Commingling (ACO-4) for the above described well has been reviewed and approved by the Kansas Corporation Commission (KCC) per K.A.R. 82-3-123. 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 3, 2011 concerns approval to simultaneously produce from the following sources of supply through the same tubing string in the same wellbore:

Source of Supply	Estimated Current Production			Perf Depth
	BOPD	MCFPD	BWPD	
Cherokee	12	0	5	4498-4516
Lansing/KC	12	0	5	4092-4113
Total Estimated Current Production	24	0	10	

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).

Commingling ID number CO081101 has been assigned to this approved application. Use this number for well completion reports (ACO-1) and other correspondence that may concern this approved commingling.

Sincerely,

Rick Hestermann
Production Department