



KANSAS CORPORATION COMMISSION 1061310
OIL & GAS CONSERVATION DIVISION

Form ACO-4
Form must be typed
March 2009

APPLICATION FOR COMMINGLING OF *Commingling ID #* **CO081109**
PRODUCTION (K.A.R. 82-3-123) OR FLUIDS (K.A.R. 82-3-123a)

OPERATOR: License # 9855 API No. 15 - 15-063-21838-00-01
Name: Grand Mesa Operating Company Spot Description: 2024' FSL & 866' FWL
Address 1: 1700 N WATERFRONT PKWY BLDG 600 SW NE NW SW Sec. 31 Twp. 13 S. R. 31 East West
Address 2: _____ 2024 Feet from North / South Line of Section
City: WICHITA State: KS Zip: 67206 + 5514 866 Feet from East / West Line of Section
Contact Person: Ronald N. Sinclair County: Gove
Phone: (316) 265-3000 Lease Name: Phelps Well #: 4-31

1. Name and upper and lower limit of each production interval to be commingled:
Formation: Upper Ft. Scott (Perfs): 4421-4428
Formation: Lansing KC (Perfs): 4025-4233
Formation: _____ (Perfs): _____
Formation: _____ (Perfs): _____
Formation: _____ (Perfs): _____

2. Estimated amount of fluid production to be commingled from each interval:
Formation: Upper Ft. Scott BOPD: 12 MCFPD: 0 BWPD: 18
Formation: Lansing KC BOPD: 5 MCFPD: 0 BWPD: 50
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>9/6/2011</u>	
Approved By: <u>Rick Hestermann</u>	Date: <u>09/06/2011</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 OF NOTICE SERVED

RE: Application for Commingling of Production

Well Name: Phelps #4-31

Legal Location: SW/NE/NW/SW Section 31-13S-31W, Gove County, Kansas

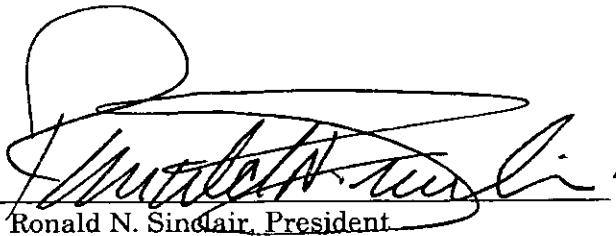
The undersigned hereby certifies that he/she is a duly authorized agent for the applicant, and that on the 22nd day of August, 2011, a true and correct copy of the application referenced above was delivered or mailed to the following parties:

Ritchie Exploration, Inc., 8100 E. 22nd North, Bldg 700, Wichita, KS 67226
Pioneer Resources, c/o Rodger Wells, 80 Windmill Dr., Phillipsburg, KS 67661
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 22nd day of August, 2011.


Applicant of Duly Authorized Agent:


Ronald N. Sinclair, President

Subscribed and sworn to before me this 22nd day of August, 2011.



Notary Public:


Phyllis E. Brewer, Notary Public
11817 W. Jamesburg St.
Wichita, KS 67212

830

My Commission Expires: July 21, 2015

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 Phelps #4-31, located in Gove County, Kansas.

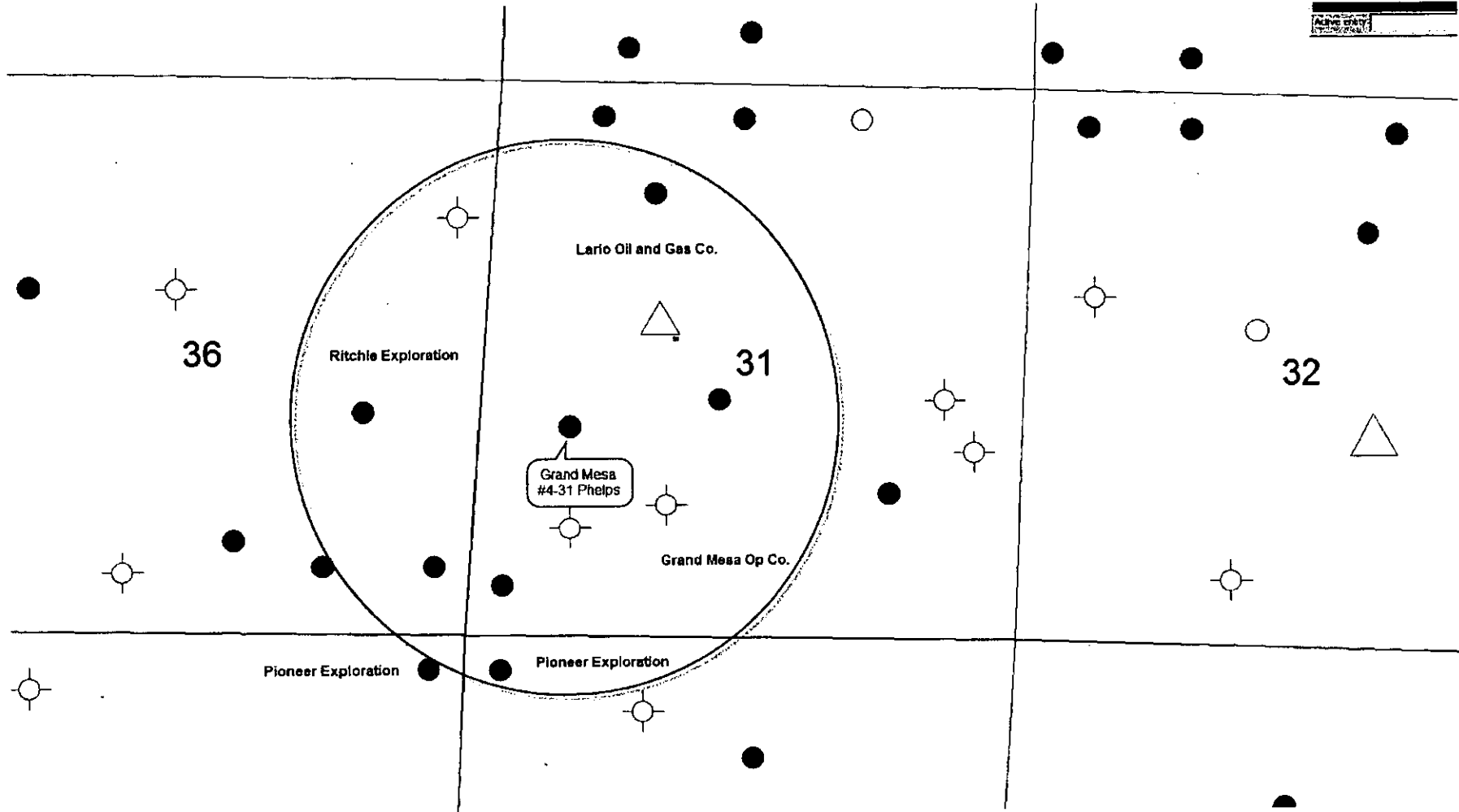
TO: All Oil & Gas Producers, Unleased Mineral Interest Owners, Landowners and all persons concerned.

You, and each of you, are hereby notified that Grand Mesa Operating Company – has filed an application for commingling production or fluids from the Upper Ft. Scott and the Lansing KC Formations. The subject well, the Phelps #4-31, is located 2,024 feet from the south line and 866 feet from the west line in the SW NE NW SW of Section 31, 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



Lario Oil and Gas Co.

36

Ritchie Exploration

31

Grand Mesa
#4-31 Phelps

Grand Mesa Op Co.

32

Pioneer Exploration

Pioneer Exploration

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 16th of

August 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

16th day of August, 2011



Penny L. Case
Notary Public Sedgwick County, Kansas

Printer's Fee : \$108.40

LEGAL PUBLICATION

PUBLISHED IN THE WICHITA EAGLE
AUGUST 16, 2011 (3135118)
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 Phelps #4-31, 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 of fluids from the Upper Ft. Scott and the Lansing KC Formation. The subject well, the Phelps #4-31, is located 2,024 feet from the south line and 866 feet from the west line in the SW NE NWSW of Section 31, Township 13 South, Range 21 West, Gove County, Kansas. Any persons who object to 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
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 17th day
of August, 2011,
with subsequent publications being
made on the following dates:

Printer's Fee \$ 23.10
Additional Copies \$ _____
Affidavit Fees \$ 2.00
Total Publication Fees .. \$ 25.10

Roxanne Broeckelman

Subscribed and sworn to before me
this 17th day of
August, 2011

Linda L. Zerr
Notary Public

My commission expires:
January 8, 2013

LEGAL ADVERTISING

(Published in the Gove County Advocate,
Quinter, KS, Wed., August 17, 2011 - 1)

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

RE: Grand Mesa Operating Company, License
#8855-Application for a commingling of pro-
duction for the Phelps #4-31, 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
of fluids from the Upper Ft. Scott and the
Lansing-KC Formations. The subject well, the
Phelps #4-31, is located 2,024 feet from the
south line and 868 feet from the west line in the
SW NE NW SW of Section 31, Township 13
South, Range 31 West, Gove County, Kansas.
Any persons who object to or protest this appli-
cation 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 publica-
tion of this notice. These protests shall be filed
pursuant to Commission regulations and must
state specific reasons why granting the applica-
tion 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 Plaza, Bldg 600
Wichita, KS 67208-6614 (316) 285-3000

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

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

September 6, 2011

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

RE: Approved Commingling CO081109
Phelps 4-31, Sec. 31-T13S-R31W, Gove County
API No. 15-063-21838-00-01

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 22, 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	
Upper Ft. Scott	12	0	18	4421-4428
Lansing KC	5	0	50	4025-4233
Total Estimated Current Production	17	0	68	

Based upon the depth of the Upper Ft. Scott 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 CO081109 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