

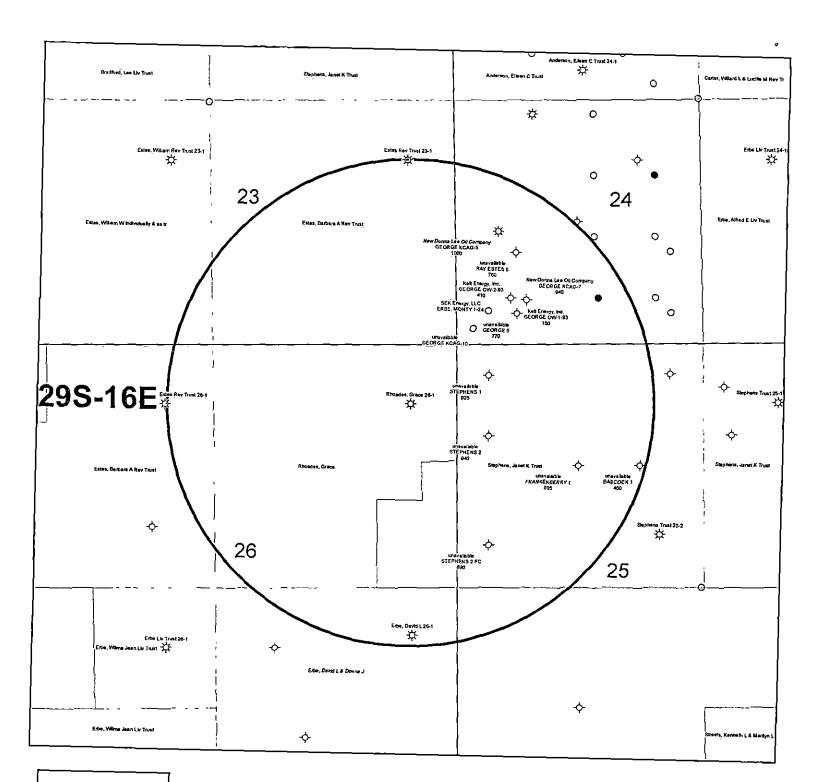
KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

1085033

Form ACO-4 Form must be typed March 2009

APPLICATION FOR COMMINGLING OF Commingling ID # CO071227 PRODUCTION (K.A.R. 82-3-123) OR FLUIDS (K.A.R. 82-3-123a)

OPERATO	DR: License #	API No. 15 - 15-205-25908-00-01				
Name: F	PostRock Midcontinent Production LLC	Spot Description:				
Address 1	Oklahoma Tower	•		p. <u>29</u> S. R. <u>16</u>	✓ East □West	
	210 Park Ave, Ste 2750			✓ North / ☐ Soi		
	LAHOMA CITY State: OK Zip: 73102 +	505		✓ East / □ We		
•	erson: CLARK EDWARDS	County: Wils		E 2001 / [] 110	and or obtain	
Phone: (HOADES GRAC	DE _{Well #} 26-1		
(
Z 1.	Name and upper and lower limit of each production interval to					
•	Formation; MULKY	(Perf	_{s):} <u>651-656</u>			
	Formation: SUMMITT	(Perf	s): <u>635-638</u>			
	Formation: BARTLESVILLE	(Perf	s): 880-888			
	Formation:	•	•			
	Formation:	•	•			
			,			
V -	Estimated amount of fluid production to be commingled from e) E	20	
	Formation: MULKY	ворр: <u>0</u>	MCFPD: 🔾	0.0 0.5		
	Formation: SUMMITT	BOPD: 0	MCFPD:	5.5 _{BWF}	PD: 20	
	Formation: BARTLESVILLE	*2	MCFPD: (J BWF	_{PD:} <u>20</u>	
	Formation:		MCFPD: _	BWF	PD:	
	Formation:	BOPD:	MCFPD:_	BWF	PD:	
	Plat map showing the location of the subject well, all other well the subject well, and for each well the names and addresses of Signed certificate showing service of the application and affide	of the lessee of record or	operator.	-	1/2 mile radius of	
For Com	mingling of PRODUCTION ONLY, include the following:					
2 5.	Wireline log of subject well. Previously Filed with ACO-1:	Yes No				
Z 6.	Complete Form ACO-1 (Well Completion form) for the subject	well.				
•						
For Com	mingling of FLUIDS ONLY, include the following:					
7.	Well construction diagram of subject well.					
2 8.	Any available water chemistry data demonstrating the compat	ibility of the fluids to be c	ommingled.			
current info mingling is	T: I am the affiant and hereby certify that to the best of my ormation, knowledge and personal belief, this request for com- true and proper and I have no information or knowledge, which tent with the information supplied in this application.		Submitted Ele	ectronically		
ксс	Office Use Only	Protests may be filed by	any narty having a val	id interest in the aonlica	tion. Protests must be	
☐ Deni	_4	in writing and comply wi				
	Periods Ends: 7/14/2012	the notice of application.				
13-Day	Periods Ends. 177 1720 12					



KGS STATUS

- → DA/PA
- e EOR
- ☆ GAS
- A INJ/SWD
- OIL
- ★ OIL/GAS
- OTHER

Rhoades, Grace 26-1 26-29S-16E 1" = 1,000'

POSTROCK



Current Completion

WELL **FIELD**

COUNTY

: Rhoades, Grace 26-1 : Cherokee Basin CBM

STATE : Kansas

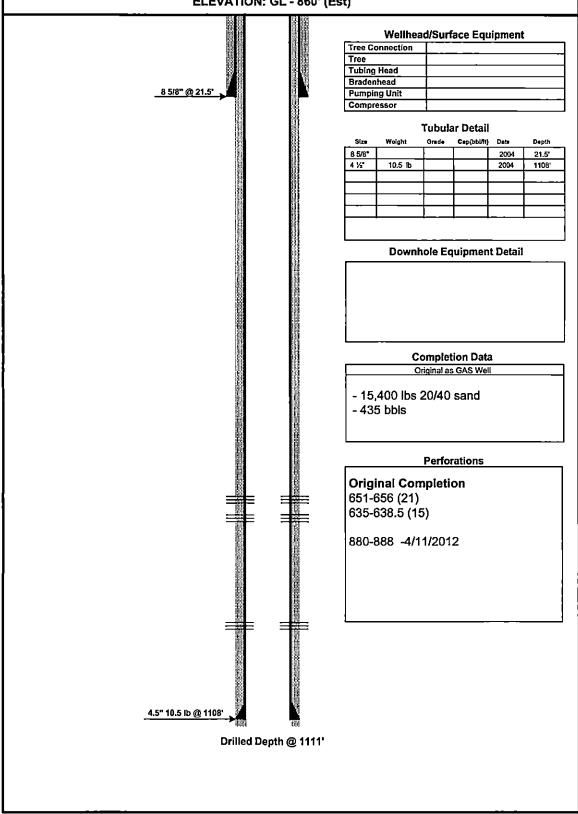
: Wilson

SPUD DATE: 11/6/2004

COMP. Date: 12/20/2004 API: 15-205-25908-00-00

LOCATION: 26-29S-16E (NE, NE)

ELEVATION: GL - 860' (Est)



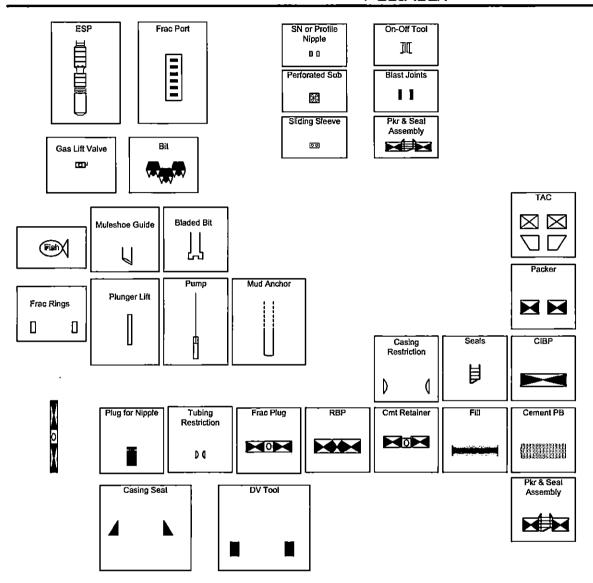
PREPARED BY:	POSTROCK	
ADDDOVED DV.		

POSTROCK



LEGEND

PostRock





CONFIDENTIAL

KANSAS CORPORATION COMMISSION Oil & Gas Conservation Division

Form ACO-1 June 2009 Form Must Be Typed Form must be Signed All blanks must be Filled

WELL COMPLETION FORM

WELL HISTORY - DESCRIPTION OF WELL & LEASE

OPERATOR: License # 33343	API No. 15 - 15-205-25908-00-01
Name: PostRock Midcontinent Production LLC	Spot Description: _AP 150' E OF NENE
Address 1: Oklahoma Tower	SW_NE_NE_NE Sec. 26 Twp. 29 S. R. 16 V East West
Address 2: 210 Park Ave, Ste 2750	
City: OKLAHOMA CITY State: OK Zip: 73102 +	Feet from ▼ East / □ West Line of Section
Contact Person: CLARK EDWARDS	Footages Calculated from Nearest Outside Section Corner:
Phone: (620) 4324200	☑NE □NW □SE □SW
CONTRACTOR: License #	County: Wilson
Name: PostRock Energy Services Corporation	Lease Name: RHOADES GRACE Well #: 26-1
Wellsite Geologist: N/A	Field Name:
Purchaser:	Producing Formation: MULKY, SUMMITT, BARTLESVILLE
Designate Type of Completion:	Elevation: Ground: 864 Kelly Bushing: 0
New Well ☐ Re-Entry ✔ Workover	Total Depth: 1111 Plug Back Total Depth: 1108
□ oil □ wsw □ swp □ slow	Amount of Surface Pipe Set and Cemented at: 21 Feet
☐ Gas ☐ D&A ☐ ENHR ☐ SIGW	Multiple Stage Cementing Collar Used? ☐ Yes ✓ No
GSW ☐ Temp. Abd.	If yes, show depth set: Feet
CM (Coal Bed Methane)	If Alternate II completion, cement circulated from:
Cathodic Other (Core, Expl., etc.):	feet depth to:w/sx cmt.
If Workover/Re-entry: Old Well Info as follows:	,
Operator: POSTROCK	Drilling Fluid Management Plan
Well Name: RHOADES, GRACE 26-1	(Data must be collected from the Reserve Pit)
Original Comp. Date: 11/29/2004 Original Total Depth: 1111	Chloride content:ppm Fluid volume:bbls
☐ Deepening ☑ Re-perf. ☐ Conv. to ENHR ☐ Conv. to SWD	Dewatering method used:
☐ Conv. to GSW	
Plug Back: Plug Back Total Depth	Location of fluid disposal if hauled offsite:
✓ Commingled Permit #:	Operator Name:
SWD Permit #:	Lease Name: License #:
ENHR Permit#:	QuarterSecTwpS. R East West
GSW Permit #:	County: Permit #:
4/10/2012 4/10/2012	
Spud Date or Date Reached TD Completion Date or Recompletion Date	

AFFIDAVIT

I am the affiant and I hereby certify that all requirements of the statutes, rules and regulations promulgated to regulate the oil and gas industry have been fully complied with and the statements herein are complete and correct to the best of my knowledge.

Submitted Electronically

KCC Office Use ONLY	
Letter of Confidentiality Received Date: 06/05/2012	
Confidential Release Date: Wireline Log Received Geologist Report Received UIC Distribution ALT ☐ I ▼ II ☐ III Approved by: NAOMI JAMES Date: 06/06/2012	

Side Two



1083386

Operator Name: Pos	stRock Midcontiner	<u>nt Production LLC</u>	Lease	Name: _	RHOADES G	RACE	Well #:26-	1	
Sec. 26 Twp.29	s. R. 16	▼ East West	Coun	ty: Wilso	on				
time tool open and clo recovery, and flow rat	now important tops and osed, flowing and shut- es if gas to surface test attach final geological w	in pressures, whether t, along with final char	shut-in pre	ssure read	ched static level,	hydrostatic p	ressures, bottom h	ole temp	erature, fluid
Drill Stem Tests Taker	=	Yes No		□L(og Formation	n (Top), Dept	h and Datum		Sample
Samples Sent to Geo	logical Survey	☐ Yes ✓ No		Nam N/A	е		Тор	ı	Datum
Cores Taken Electric Log Run		Yes No		N/A					
List All E. Logs Run:									
		CASIN Report all strings se	G RECORD t-conductor,	_		on, etc.			
Purpose of String	Size Hole Drilled	Size Casing Set (In O.D.)		eight s. / Ft.	Setting Depth	Type of Cement			and Percent Additives
			_						
Purpose:	Depth	ADDITION/		FING / SQL ks Used	JEEZE RECORD	Type 2	and Percent Additives		
	Top Bottom		, , ,						
Plug Back TD Plug Off Zone	-	 -		_					
			<u> </u>						
Shots Per Foot		N RECORD - Bridge Plo potage of Each Interval P		9 	Acid, Fracture, Shot, Cement Squeeze Record (Amount and Kind of Material Used) De				Depth
	880-888				150 GAL 12% ACID 175 BE	BLS SLICK WATER/ 3004	FRAC GEL/ 6500# 220/40 SAND/ 29	00# 12/20 SAND	880-888
		<u> </u>		_					
			_						
TUBING RECORD: Size: Set At: Packer At: Liner Run:									
Date of First, Resumed 4/17/2012	Production, SWD or ENH	R. Producing Me	ethod: Pump	ing 🔲	Gas Lift 0	ther (Explain)			
Estimated Production Per 24 Hours	Oil Bi	bls. Gas	Mcf	Wate	er Bi	ols.	Gas-Oil Ratio		Gravity
DISPOSITI	ON OF GAS:		METHOD C	OF COMPLE	TION:		PRODUCTIO	ON INTER	VAL:
Vented ✓ Solo	Used on Lease	Open Hole	Perf.	Dually		nmingled nit ACO-4)			
(If vented, Su	bmit ACO-18.)	Other (Specify)				<i>'</i>	_		

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/

Sam Brownback, Governor

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

June 05, 2012

CLARK EDWARDS
PostRock Midcontinent Production LLC
Oklahoma Tower
210 Park Ave, Ste 2750
OKLAHOMA CITY, OK 73102

Re: ACO1

API 15-205-25908-00-00 RHOADES GRACE 26-1 NE/4 Sec.26-29S-16E Wilson County, Kansas

Dear Production Department:

We are herewith requesting that the Well Completion Form ACO-1 and attached information for the subject well be held confidential for a period of two years.

Should you have any questions or need additional information regarding subject well, please contact our office.

Respectfully, CLARK EDWARDS

	À	В	С	D	E	F	G	н			Тк
Н	Produced Fluids #	-	- i -	2	3	4	5	-	•	<u> </u>	- "
_	Parameters	Units	Input -	Input	Input	Input	Input		Click he	re	Click
3	Select the brines	Select fluid			<u> </u>		. Л_	Mixed brine:	to run S		4
4	Sample ID	by checking						Cell H28 is			Click
-	Date	the box(es),	3/19/2012	3/4/2012	3/14/2012	1/20/2012	1/20/2012	STP calc. pH.			
	Operator	Row 3	PostRock Ward Feed	PostRock	PostRock	PostRock	PostRock Clinesmith	Cells H35-38			Click
8	Well Name Location		#34-1	Ward Feed #4-1	Clinesmith #5-4	Clinesmith #1	#2	are used in mixed brines	Goal Seek	SSP	[
	Field		CBM	CBM	Bartles	Bartles	Bartles	calculations.			Click
10	Na ⁺	(mg/l)*	19,433.00	27,381.00	26,534.00	25689.00	24220.00	24654.20	Initial(BH)	Final(WH)	
11	K ⁺ (if not known =0)	(mg/l)						0.00	Saturation Index	values	SL/SR (Final-Initial)
	Mg ²⁺	(mg/l)	1,096.00	872.00	1,200.00	953.00	858.00	995,91		lcite	1
13	Ca ²⁺	(mg/l)	1,836.00	2,452.00	2,044.00	1920.00	1948,00	2040.23	-0.73	-0.60	0.13
	Sr ² *	(mg/l)	2,000,00	2,152.55	2,0 7 1.00		1710,00	0.00		rite	1
	Ba ²⁺	(mg/l)		*				0.00			1 1
يت	Fe ²⁺	(mg/l)	40.00	21.00	18.00	82.00	90.00	50.21	н	alite	1
	Zn ²⁺	(mg/l)	40.00	21.00	10.00		70.00	0.00	-1.77	-1.80	-0.03
18	Pb ²⁺	(mg/l)						0.00		psum	+ -0.05
19	CI,	(mg/l)	36,299.00	48,965.00	47,874.00	45632.00	43147.00	44388.44	-3.19	-3.18	0.00
$\overline{}$	SO ₄ ²	(mg/l)	1.00	1.00	8.00	1.00		1		hydrate	1 3.55
21	F	(mg/l)	1.00	1.00	5.00			0.00	-3.96	-3.90	0.06
22	Br'	(mg/l)				 	 	0.00		ydrite	0.00
23	SiO2	(mg/l) SiO2				 	-	0.00	-3.47	-3.36	0.12
-	HCO3 Alkalinity**	(mg/l as HCO3)	190.00	234.00	259.00	268,00	254.00	-		estite	 """
	CO3 Alkalinity	(mg/l as rice3)	270.00		207.00	200100	207100	241.03			1 1
26	Carboxylic acids**	(mg/l)	·		-		l	0,00	Iron	Sulfide	\top
27	Ammonia	(mg/L) NH3						0.00	-0,16	-0,22	-0.06
-	Borate	(mg/L) H3BO3						0.00		Sulfide	1 1
29	TDS (Measured)	(mg/l)					1	72781		[1 1
-	Calc. Density (STP)	(g/ml)	1.038	1,051	1.050	1.048	1.045	1.047	Calciun	n Nuoride	1 1
	CO ₂ Gas Analysis	(%)	19.97	18.76	22.41	35.53	33.79	26.16		_	
32	H ₂ S Gas Analysis***	(%)	0.0289	0.0292	0,0296	0,0306	0,0151	0,0269	Iron C	arbonate	
33	Total H2Saq	(mgH2S/l)	1.00	1.00	1.00	1.00	0.50	0.90	-0.74	-0.51	0.23
34	pH, measured (STP)	pH 0-CO2%+Alk,	5.67	5.76	5,72	5.54	5.55	5,63		eeded (mg/L)	-
	Choose one option								Calcite	NTMP	
35	to calculate SI?		0	0	0	0	0				
36	Gas/day(thousand cf/day)	(Mcf/D)						Ó	0.00	0.00]
	Oil/Day	(B/D)	0	0		1	1	4	Barite	ВНРМР]
38	Water/Day For mixed brines, enter val	(B/D)	100	100	100	100	100	500 (Enter H40-1143)	0.00	0.00 H	-
40	Initial T	(F)	66.0	71.0	70.0	41.0	49.0		5.69	5.60	┪
	Final T	(F)	66.0	71.0	70,0	41.0	49.0			(CentiPolse)	1
42	Initlal P	(psia)	25.0	25.0	25.0	25.0	25.0	25.0	1.196	0.826]
43	Final P	(psia)	25.0	25.0	25.0	25.0	25.0	120.0		ity (cal/ml/°C)]
	Use TP on Calcite sheet?	1-Yes;0-No				ļ	ļ	20.00	0.955	0.959	-
	API Oil Grav. Gas Sp.Grav.	APl grav. Sp.Grav.				ļ		30.00 0.60	Inhibitor n Gypsum	eeded (mg/L) HDTMP	-
$\overline{}$	MeOH/Day	(B/D)	0					0.00	0.00	0.00	1
48	MEG/Day	(B/D)	0			L		0	Anhydrite	HDTMP]
	Conc. Multiplier								0,00	0.00	J
	H* (Strong acid)	(N)					ļ	 i			
	OH' (Strong base) [†] Quality Control Checks at	(N)					<u> </u>				
	H2S Gas	S1P; (%)	_			I		 			
54	Total H2Saq (STP)	(mgH2S/I)						<u> </u>	Ì		
55	pH Calculated	(pH)				<u> </u>					
	PCO2 Calculated	(%)									
	Alkalinity Caciulated ΣCations⇒	(mg/l) as HCO3 (equiv./l)									
	ΣAnions=	(equiv./l)				1	I]			
60	Calc TDS=	(mg/l)				L	.	l <u> </u>			
	Inhibitor Selection	Input	Unit	#	Inhibitor		r (From metric	• ,	¥7=1		
1 1	Protection Time Have ScaleSoftPitzer	120	min	1 2	NTMP BHPMP	From Unit °C	Value 80	To Unit °F	Value 176		
64	pick inhibitor for you?	1	1-Yes;0-No	3	PAA	m ³	100	ľ,	3,531		
65	If No. inhibitor # is:	4	1-1 CS;U-NO	4	DTPMP	m ³	100	bbl(42 US gal)	629		
66	If you select Mixed,	"	"	5	PPCA	m MPa	1,000	psia	145,074		ļ
67	1st inhibitor # is:	1	#	6	SPA	Bar	496	psia	7,194		
68	% of 1 ^{et} inhibitor is:	50	%	7	HEDP	Torr	10,000	psia	193		ļ
69	2 nd inhibitor # is:	2	#	8	HDTMP	Gal	10,000	bbl(42 US gal)	238		
	Display act. coefs?	0	1-Yes;0-No	9	Average	Liters	10,000	bbl(42 US gal)	63	•	l
71				10	Mixed	l			ļ		

Saturation Index Calculations

Champion Technologies, Inc. (Based on the Tomson-Oddo Model)

Brine 1: Ward Feed Yard 34-1 Brine 2: Ward Feed Yard 4-1

Brine 3: Clinesmith 5-4

Brine 4: Clinesmith 1 Brine 5: Clinesmith 2

		Ratio					
ŀ	20%	20%	20%	20%	20		
Component (mg/L)	Brine 1	Brine 2	Brine 3	Brine 4	Brine 5	Mixed Brine	
Calcium	1836	2452	2044	1920	1948	1952	
Magnesium	1096	872	1200	953	858	865	
Barium	0	0	0	_ 0	0	0	
Strontium	0	0	0	0	0	0	
Bicarbonate	190	234	259	268	254	253	
Sulfate	1	1	8	1	1	1	
Chloride	36299	48965	47874	45632	43147	43206	
CO₂ in Brine	246	220	264	422	405	401	
Ionic Strength	1,12	1.48	1.46	1.38	1.31	1.31	
Temperature (°F)	89	89	89	89	89	89	
Pressure (psia)	50	50	120	120	120	119	

Saturation Index

Calcite	-1.71	-1.41	-1.48	-1.68	-1.69	-1.69
Gypsum	-3.71	-3.64	-2.82	-3.73	-3.72	-3.69
Hemihydrate	-3.70	-3.65	-2.83	-3.74	-3.71	-3.69
Anhydrite	-3.89	-3.79	-2.97	-3.89	-3.88	-3.85
Barite	N/A	N/A	N/A	N/A	N/A	N/A
Celestite	N/A	N/A	N/A	N/A	N/A	N/A

PTB

Calcite	N/A	N/A	N/A	N/A	N/A	N/A
Gypsum	N/A	N/A	N/A	N/A	N/A	N/A
Hemihydrate	N/A	N/A	N/A	N/A	N/A	N/A
Anhydrite	N/A	N/A	N/A	N/A	N/A	N/A
Barite	N/A	N/A	N/A	N/A	N/A	N/A
Celestite	N/A	N/A	N/A	N/A_	N/A	N/A

AFFIDAVIT

STATE OF KANSAS

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 1st of

June A.D. 2012, 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.

Fletchall

Subscribed and sworn to before me this

1st day of June, 2012

PENNY L. CASE Notary Public - State of My Appt. Expires

Notary Public Sedgwick County, Kansas

Printer's Fcc : \$130.00

LEGAL PUBLICATION

PUBLISHED IN THE WICHITA EAGLE
JUNE 1, 2012 (118777)
BEFORE THE STATE CORFORATION
COMMISSION OF THE

DINE 1, 207 (1877)

DEFORE THE STATE CORPORATION

COMMISSION OF THE

STATE OF KANSAS

NOTICE OF FILING APPLICATION

Relin the Maller of Postfrotz Midconlineat
Production: LLC Application for the Maller of Production in the Rheades, Grace 261 located in Wilson County, Kansas.

TO; Al Oil 8 Gas Producers, Unleased Mineral Interest Owners, Landwards, and ellers of the Mineral Interest of Midconlineat Production (In the Rheades, Grace 261) located in Wilson County, Kansas.

TO; Al Oil 8 Gas Producers, Unleased Mineral Interest of Midconlinear Production (Interest of Midconlinear) Production (Interest of Midconlinear) Production (Interest of Midconlinear) Production formations at a fine Rheades, Grace 26-1) located in the SY NE NE NE NE, 516-5129-RISE, Approximately, 841, RNL 2-395 FEL; Wilson County, Kansas.

Any persons who object to or protest links application shall be required to tile their objections or protest with the conservation Division of the State Corporation. Commission of the State of Kansas, within filleen (15) days from the date of this publication. These protests shall be filed published the natural resources of the State Organization Commission of the State of Conservation of the State of Conservation (Interest of Conservation Division of Conservation Division of Conservation Division of Division of Conservation of Division of the Kansas Oil and Gas Corporation.

The Conservation Division of the Kansas Oil and protestints with the Conservation Division of the Kansas Oil and Protestints with the Conservation of Protestints of the Tompon proper keal and protestints with the Conservation of Division of the Kansas Oil and Protestints with the Conservation of Middensia, appearance either in Protest of the Protestints with the Conservation of Wilson of the Kansas Oil and Protestints with the Conservation of Wilson of the Kansas Oil and Protestints with the Conservation of Wilson of the Kansas Oil and Protestints with the Conservation of Wilson of the Kansas Oil and Protestints with the Conservation of W

PROOF OF PUBLICATION

STATE OF KANSAS Wilson County - SS

JOSEPH S. and RITA M. RELPH, of lawful age, being duly sworn upon oath that they are the Owners and Publishers of the WILSON COUNTY CITIZEN:

THAT said newspaper has been published at least weekly fifty (50) times a year and has been so published for at least five years prior to the first publication of the attached notice:

THAT said newspaper is a general circulation on a daily, or weekly, or monthly, or yearly basis in:

WILSON COUNTY, KANSAS and is NOT a trade, religious or fraternal publication and has been PRINTED and PUBLISHED in Wilson County, Kansas.

THE ATTACHED was published on the following dates in a regular issue of said newspaper:

21111

1st publication was made on the	3/20	day of
	ay .20	12
2nd publication was made on the	9	day of
		·
3rd publication was made on the		day of
	, 20	
4th publication was made on the		day of
	, 20	
5th publication was made on the		day of
	20	
6th publication was made on the		day of
	, 20	
TOTAL PUBLICATION FEE:		7
(Signed) Mina Shillse	Stop	
Subscribed and sworzato before me, this	1/11/	day of
June		2
- Pylm S		

(Published in the Wilson County Citizen on Thursday May 31, 2012.)

BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

NOTICE OF FILING APPLICATION

In the Matter of Postrock Midcontinent Production, LLC Application for Commingling of Production in the Rhoades, Grace 26-1 located in Wilson County, Kansas.

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

You, and each of you, are hereby notified that, Postrock Midcontinent Production LLC has filed an application to commingle the Bartlesville, Mulky and Summit producing formations at the Rhoades, Grace 26-1; located in the SW NE NE NE, S26-T29S-R16E, Approximately 643 FNL & 605 FEL, Wilson County Kansas.

Any persons who object to or protest this ap-plication 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 from the date of this publication. 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 polhite the natural resources of the State of Kansas.

All persons interested or concerned shall take notice of the foregoing and shall govern them-selves accordingly. All person and/or companies wishing to protest this application are required to file a written protest with the Conservation Division of the Kansas Oil and Gas Commission

Upon the receipt of any protest the Commission will convene a hearing and protestants will be expected to enter an appearance either through proper legal counsel or as individuals, appearing on their own behalf.
POSTROCK MIDCONTINENT

PRODUCTION, LLC 210 Park Avenue, Suite 2750 Oklahoma City, Oklahoma 78102 (405) 660-7704 ; 30 1 сру

Rita M. Relph NOTARY PUBLIC State of Kansas STATE OF KANSAS I My Commission Expires

L						
Affidavit of Notice Served						
Re: Application for: APPLICATION FOR COMMINGLING OF PRODUCTION OR FLUIDS - ACO-4						
Well Name: RHOADES, GRACE 26-1	Legal Location: SWNENENE S26-T29S-R16E					
The undersigned hereby certificates that he / she is a duly authorized agent for	ir the applicant, and that on the day 29% of JUNE					
2012 , a true and correct copy of the application referenced ab	ove 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)					
ERBE LIVING TRUST	7565 UDALL RD, ALTOONA, KS 66710					
TURNER, GERALD L & JACQUELINE A TURNE TRUST	3808 EDGESTONE DR, PLANO, TX 75093					
JAMES C RHOADES & DELLA RHOADES	8698 THOMAS RD, ALTOONA, KS 66710					
CARLA S SHORT	8699 THOMAS RD, ALTOONA, KS 66710					
KELT ENERGY, INC	900 COLLEGE AVE, INDEPENDENCE, KS 67301					
NEW DONNA LEE OIL COMPANY	221 FERN MEADOW DRIVE, BACKERSFIELD, CA 93308					
SEK ENERGY, LLC	149 BENEDICT RD, PO BOX 55, BENEDICT, KS 66714					
I further allest that notice of the filing of this application was published in the ${f \underline{W}}$	ILSON COUNTY CITIZEN , the official county publication					
of WILSON c	ounty. A copy of the affidavit of this publication is attached.					
Signed this 29 that day of JUNE . 201	12					
	olicent or Duly Authorized Agent					
DENISE V. VENNEMAN MY COMMISSION EXPIRES July 1, 2012	fore me this 29 the day of JUNE					

RHOADES, GRACE 26-1 - APPLICATION FOR COMMINGLING OF PRODUCTION OR FLUIDS Offset Operators, Unleased Mineral Owners and Landowners acreage (Attach additional sheets if necessary) Legal Description of Leasehold: **ERBE LIVING TRUST** SW S24-T29S-R16E TURNER, GERALD L & JACQUELINE A TURNER TRUST SW S25-T29S-R16E SW S26-T29S-R16E JAMES C RHOADES AN DELL RHOADES CARLE S SHORT SW S26-T29S-R16E (25.005 ACRE TRACT LESS 1.931 ACRE TRACT UB SENE) SEE ATTACHED I hereby certify that the statements made herein are true and correct to the best of my knowledge and belief. Subscribed and sworn before me this DENISE V. VENNEMAN MY COMMISSION EXPIRES July 1, 2012 My Commission Expires:

RHOADES, GRACE 26-1 OFFSET OPERATORS, UNLEASED MINERAL OWNERS AND LANDOWNERS ACREAGE

SPOT	LEGAL LOCATION	CURR_OPERA
NW SE SW SW	S24-T29S-R16E	Kelt Energy, Inc.
NE SW SW SW	S24-T29S-R16E	Kelt Energy, Inc.
NW SW SW	S24-T29S-R16E	New Donna Lée Oil Company
SW SE SW	\$24-T29S-R16E	New Donna Lee Oil Company
SW SW SW	S24-T29S-R16E	SEK Energy, LLC

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/

Sam Brownback, Governor

Mark Sievers, Chairman Thomas E. Wright, Commissioner

July 16, 2012

Clark Edwards
PostRock Midcontinent Production LLC
Oklahoma Tower
210 Park Ave, Ste 2750
Oklahoma City, OK 73102

RE:

Approved Commingling CO071227

Rhodes, Grace 26-1, Sec.26-T29S-R16E, Wilson County

API No. 15-205-25908-00-01

Dear Mr. Edwards:

Your Application for Commingling (ACO-4) for the above described well, received by the KCC on July 2, 2012, 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.

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

Commingling ID number CO071227 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