

THE STATE CORPORATION COMMISSION
OF THE STATE OF KANSAS

Before Commissioners: Brian J. Moline, Chair
 Robert E. Krehbiel
 Michael C. Moffet

In the Matter of the Application of Suncrest Energy, Inc., for an Order Approving the use of a High Volume Pump on its Yust A #1 well located in the North Half of the Northwest Quarter of Section 28, Township 23 South, Range 10 West, Reno County, Kansas.) Docket No. 05-CONS-237-CVAC) CONSERVATION DIVISION) License No. 33488)
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ORDER GRANTING APPLICATION

Now, the above captioned matter comes on for consideration and determination before the State Corporation Commission of the State of Kansas ("Commission").

An application was filed on April 7, 2005, by Suncrest Energy, Inc., for an Order allowing the use of a high volume pump on the Yust A #1 well in Reno County, Kansas. Notice was published in *The Wichita Eagle* and *The Hutchinson News*.

The Commission, after giving consideration to the records and files makes the following findings and conclusions:

1. Suncrest Energy, Inc., hereafter "Applicant", is a foreign corporation. Pursuant to K.S.A. 55-155, applicant holds KCC oil and gas operator's license number 33488.
2. The Commission is given jurisdiction and authority over all matters involving the production of crude oil and natural gas, and is given authority to make and enforce rules, regulations and orders for the prevention of waste, the protection of correlative rights and the

prevention of unreasonable discrimination between common sources of supply. K.S.A. 55-604, K.S.A. 55-703 and K. S. A. 55-704.

3. Pursuant to the above-referenced authority, the Commission promulgated K. A. R. 82-3-131 which provides in part, that “[u]pon application, the installation and use of high volume pumps...may be permitted by the commission.”

4. The application in this docket was filed pursuant to the rules and regulations of the State Corporation Commission and the Kansas Statutes, thus fulfilling all regulatory and statutory requirements.

5. Notice was proper in every respect and was published as prescribed by the Commission’s regulations. Notice was provided to interested parties. No protests were filed.

6. The applicant proposes to install a high volume pump on the Yust A #1 well in Reno County, Kansas. The well is located in the N/2 NW/4 of Section 28, Township 23 South, Range 10 West, Reno County, Kansas.

7. The applicant intends to install a pump having a capacity of 5,000 barrels of fluid per day. The estimated oil – water ratio would be 60 barrels of oil to more than 4,000 barrels of water. The use of a high volume pump will prevent waste by allowing production of oil that might not otherwise be produced and will not adversely affect the correlative rights of any party.

8. The application should be granted in accordance with the above findings.

IT IS, THEREFORE, BY THE COMMISSION ORDERED: That the application of Suncrest Energy, Inc., for an Order allowing the use of a high volume pump on the Yust A #1 well as set out herein, be, and the same is hereby granted.

Any party affected by this Order may apply, by written petition, for a hearing thereon before the Commission, pursuant to K.S.A. 77-537. Such petition must be filed with the Director

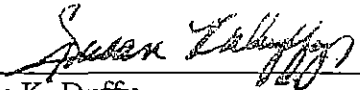
of the Conservation Division, Finney State Office Building, 130 South Market, Room 2078, Wichita, Kansas, within three (3) days following service of this Order. If a hearing is not requested, this Order shall become effective upon the expiration of the three (3) day time period for requesting a hearing.

The Commission retains jurisdiction of the subject matter and the parties for the purpose of entering such further Order or Orders as from time-to-time it may deem proper.

BY THE COMMISSION IT IS SO ORDERED.

Moline, Chr.; Krehbiel, Com.; Moffet, Com.

Date: MAY 19 2005



Susan K. Duffy
Executive Director

Date Mailed: 5/24/05

I CERTIFY THE ORIGINAL
COPY IS ON FILE WITH
The State Corporation Commission


MAY 20 2005

 Executive
Director

CERTIFICATE OF SERVICE

I hereby certify that on 5/24/05, I caused a true and correct copy of the foregoing "Order Granting Application" to be served by placing the same in the United States mail, postage prepaid, to the following parties:

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