

C. The Commission retains jurisdiction over the subject matter and the parties for the purpose of entering such further orders as it may deem necessary.

BY THE COMMISSION IT IS SO ORDERED.

Emler, Chairman; Albrecht, Commissioner; Apple, Commissioner

Dated: _____

Amy L. Green
Secretary to the Commission

Mailed Date: _____

MJD

DRAFT

COMPLIANCE AGREEMENT

This Agreement is between Kodiak Oil/Gary House ("Operator") (License #8190) and Commission Staff ("Staff"). If the Commission does not approve this Agreement by a signed Order, then this Agreement shall not be binding on either party.

A. Background

- 1. Operator is responsible for the following wells ("the subject wells"):
 - a. McCall #1 A API #15-019-23973
 - b. Robb #3 API #15-019-24149

The subject wells are abandoned and unplugged, and remain on Operator's expired license. Operator and Staff agree to the terms below to avoid the need for litigation.

B. Terms of Settlement

2. Operator shall plug the subject wells by October 31, 2017. If Operator fails to comply with this deadline, then Operator shall be assessed a \$2,500 penalty, and Staff may plug the wells and assess the costs to Operator. In addition, if Operator fails to comply with this deadline, or if penalties or costs are owed, then Staff shall suspend Operator's license until compliance is obtained and the penalties or costs are paid. Operator agrees to waive its right to appeal the Commission's Order approving this Agreement, any penalties or costs assessed under this Agreement, and any suspension of Operator's license implemented by Staff due to Operator's failure to comply with this Agreement.

Commission Staff

Kodiak Oil/Gary House

By: Jon Myers

By: Gary House

Printed Name: JON MYERS

Printed Name: GARY HOUSE

Title: LITIGATION COUNSEL

Title: OWNER

Date: 12/6/16

Date: 12-5-16