BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

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In the matter of the application of Berexco
LLC for an exception to the 10-year
time limitation of K.A.R. 82-3-111 for its
Tom Sellens #16 well located in
the SE SW SE of Sec 17, T15S, R13W
Russell County, Kansas.

Docket No. 20-CONS- 3193 -CEXC

CONSERVATION DIVISION

License No.: 34318

APPLICATION

COMES NOW Berexco LLC ("Operator") for its application in the captioned matter states as follows:

1. Operator is a limited liability company authorized to do business in the State of Kansas. Operator's address is 2020 North Bramblewood, Wichita, Kansas 67206.

2. Operator has been issued by the Kansas Corporation Commission Operator's License #34318, which expires on October 30, 2020.

3. Operator is the owner and operator of the Tom Sellens #16-I well, API #15-167-22689-0000 which is located in the Southeast Quarter of the Southwest Quarter of the Southeast Quarter of Section 17, Township 15 South, Range 13 West, Russell County, Kansas. The subject well is located on an active oil and gas lease comprising the following lands: The Southeast Quarter of Section 17, Township 15 South, Range 13 West, Russell County, Kansas. 4. Pursuant to K.A.R. 82-3-111, Operator obtained temporary abandonment status for the Tom Sellens #16-I on July 17, 2009. The subject well has maintained such status from July 2009 to the present date.

5. On or about December 6, 2019, the Kansas Corporation Commission notified Operator that temporary abandonment status for the subject well would be denied because the subject well had been temporarily abandoned for more than ten (10) years and the temporarily abandoned status was expiring on or about December 6, 2019.

6. K.A.R. 82-3-111 imposes a 10-year limitation on the amount of time during which wells may be temporarily abandoned, but an exception to the 10-year limitation may be obtained pursuant to said regulations through an application filed with the Commission pursuant to K.A.R. 82-3-100. Operator seeks a second exception.

7. The subject well demonstrated mechanical integrity as evidenced by passage of Commission Staff-witnessed mechanical integrity test on or about December 3, 2019.

8. Operator is keeping the subject well for use as either a producing well or an injection well in the current waterflood. This lease also has future potential for a CO_2 flood project. Plugging the subject well would result in economic waste associated with the expense of plug and abandonment and later re-entry to restart as a producing well or convert to injection. Estimated cost to plug this well is \$20,000. The cost to restore the well to injection capability is estimated to be \$80,000. Cumulative production on the lease is around 1,000,000 barrels of oil. Current production on the lease is approximately 1 barrels of oil per day. An estimation of 5% of the cumulative production may be gained by a CO_2 flood. The remaining reserves of the lease would be 50,000 barrels of oil.

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9. Operator has included a plat map showing the locations of all producing, injection, saltwater disposal, temporarily abandoned, and plugged wells located on the same leased premises as the subject well. There are two active producing wells, five active injection wells, three temporarily abandoned producing wells, and two temporarily abandoned injection wells (including the subject well) on the lease.

10. Based on the foregoing, Operator requests the Commission grant an exception to the 10-year limitation, specifically to allow the subject well to remain eligible for temporary abandonment status for the three (3) years following the expiration of the 10-year limitation, subject to yearly renewal with the appropriate Conservation Division District, but without further need to re-apply for a new exception each of the three (3) years prayed for in this application to the Commission.

11. Listed in the attached Exhibit "A" are the names and addresses of the following persons:

- A. Each operator of each oil and gas lease covering lands within one-half (1/2)
 mile radius of the subject well; and
- B. Each person who owns any mineral interest of record in and under any lands
 located within one-half (1/2) mile radius of the subject well (provided that such mineral interest is not covered by any oil and gas lease).

12. Notice of this application has been published pursuant to K.A.R. 82-3-135a. In addition, notice of the hearing to be held in this matter will be provided as prescribed by K.A.R. 82-3-135.

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WHEREFORE, Applicant prays that this matter be granted administratively without a hearing, or in the alternative be set for hearing, and upon hearing that the Commission grant Applicant's request, for an exception to the K.A.R. 82-3-111 ten (10) year limitation, to allow the subject well to remain temporarily abandoned for three (3) years, subject to annual approval by the Conservation Division District Office of an application for temporary abandonment status.

Respectfully Submitted,

Jonathan Hayward 2020 N. Bramblewood Wichita, KS 67206 316-265-3311 Fax #316-681-4766

By: Signature of Submitter

CERTIFICATE OF SERVICE

I hereby certify on this \int_{0}^{++} day of \int_{0}^{-} day of \int_{0}^{-} , 2020, true and correct copies of the attached Notice of Filing Application were served by depositing copies of the same in the United States Mail, postage prepaid, and properly addressed to each of the unleased mineral owner(s) and operator(s) set forth in Exhibit "A" attached to said Application filed by Operator, and the above and foregoing original Application was uploaded to the Kansas Corporation Commission via E-filing Express to a new docket.

An Aayward Name of Signed

EXHIBIT A

Tom Sellens #16 notice area

Operator - N/2 SW/4 Sec. 16; NW/4 & E/2 Sec. 17-15S-13W

Berexco LLC 2020 N. Bramblewood Wichita, KS 67206

Surface owner - SE/4 Sec. 17-15S-13W

John K. & Carolyn Phelan P. O. Box 56 Holyrood, KS 67450-0056

<u>Unleased mineral owner – S/2 SW/4 Sec. 16-15S-13W</u>

Karla L. Berry Trust 18942 Stickney Road Russell, KS 67665

Operator - N/2 NW/4 Sec. 21-15S-13W

Grady Bolding Corporation P. O. Box 486 Ellinwood, KS 67526

Operator – SW/4 Sec. 17-15S-13W

Jason Oil Company, L.L.C. P. O. Box 701 Russell, KS 67665

Operator – N/2 Sec. 20-15S-13W

Curt's Oil Operations, LLC. P. O. Box 8 Great Bend, KS 67530

Operator - S/2 NW/4 Sec. 21-15S-13W

RJM Company P. O. Box 256 Claflin, KS 67525

BEREXCO LLC

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

RE: BEREXCO LLC. - - Application for an exception to the 10 year time limitation of K.A.R. 82-3-111 for the Tom Sellens #16 well, located in Russell County, Kansas.

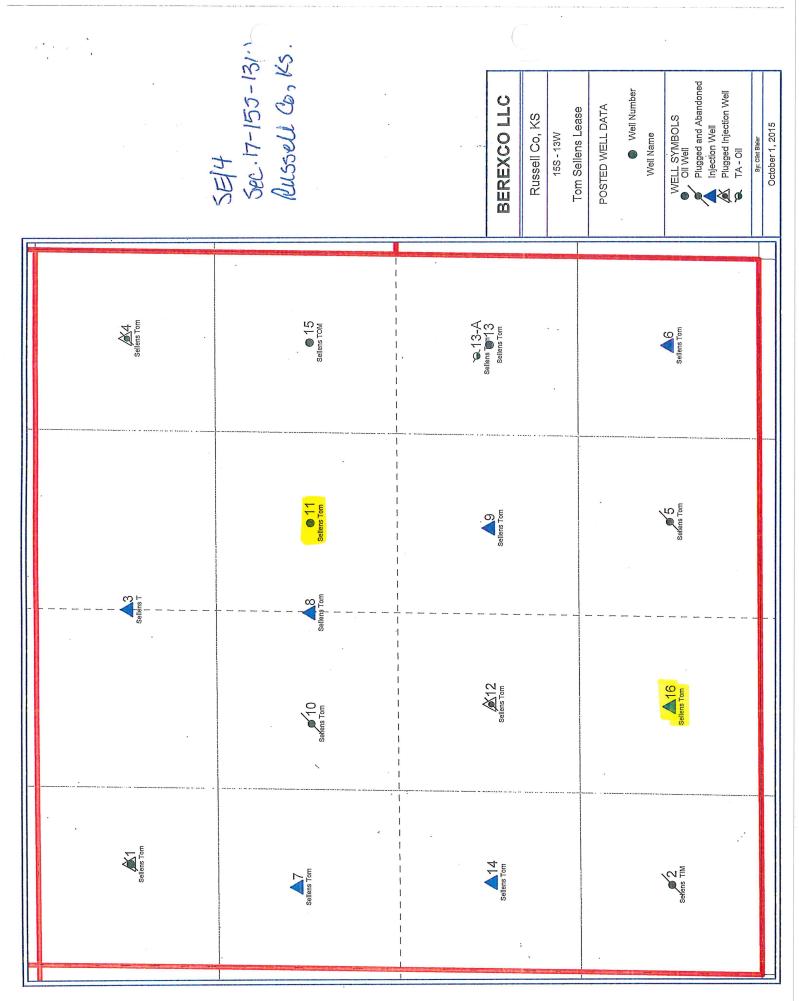
TO: All Oil & Gas Producers, Unleased Mineral Interest Owners, Landowners, and all persons whomever concerned.

You, and each of you, are hereby notified that Berexco LLC has filed an application for an exception to the 10 year time limitation of K.A.R. 82-3-111 for the Tom Sellens #16 well located in the SE SW SE of Section 17-15S-13W, Russell 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 from the date of this publication. These protests shall be filed pursuant to Commission regulations and must state specific reasons why the grant of 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.

BEREXCO LLC 2020 N. Bramblewood Wichita, Kansas 67206 316-265-3311



STATE OF KANSAS RUSSELL COUNTY SS. Affidavit of Publication Tom Sellens 16WF

Frank Mercer, being first duly sworn, deposes and says: That he is owner of Russell County News, a biweekly newspaper printed in the State of Kansas, and published in and of general circulation in Russell County, Kansas, with a general paid circulation on a weekly basis in Russell County, Kansas, and that said newspaper is not a trade, religious or fraternal publication.

Said newspaper is a weekly published one day a week and has been 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 of Russell, Kansas, in said county as second class matter.

That the attached notice is a true copy thereof and was published in the regular and entire issue of said newspaper for ______ consecutive______ the first publication thereof being made as aforesaid on the ______ day of ______, 20____,

with subsequent publications being made on the following dates:

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Signed.	U.
Subscribed and sworn to be	fore me this
OF NOTARY	an 20%
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Nota	ry Public's Signature
My commission expires:	Chig 3-0020
Publication Fee	\$_56.60
Affidavit, Notary's Fee	s LeD
Additional copies @	_\$
Total Publication Fee	\$ 51.22





330 N Mead St | Wichita, KS 67202 | 316-268-6000



LEGAL PROOF OF PUBLICATION

Account #	Ad Number	Identification	PO		Amount	Cols	Lines
455429	0004518365	BEFORE THE STATE CORPORATION COMMIS	m Sellens #16 Notice of Applicati		\$219.79	1	37
Attention: Zha BEREXCO LLC 2020 NO. BRAM WICHITA, KS 67		Tomsellens 16	WF	In and AFF	The STATE O d for the Count DAVIT OF PU Insertions ssue of: ⁰¹	y of Sedg	wick
BEFORE THE STATE COL	RPORATION	~		Ending issu		/10/2020	_
COMMISSION OF THE S NOTICE OF FILING APPL RE: BEREXCO LLC, A exception to the 10 year K.A.R. 82-3-111 for the well, located in Russell Č TO: All Oil & Gas Produc Mineral Interest Owners, all persons whomever cc You, and each of you, ar that Berexco LLC has file for an exception to the 1	JCATION pplication for an time limitation of <u>Tom Sellens #16</u> Jounty, Kansas. vers, Unleased L andowners, and oncerned. e hereby notified ed an anolication			STATE OF County of S Tony Berg, o	— KANSAS) Sedgwick)	.SS e. being	- first dulv
for an exception to the 1 limitation of K.A.R. 82-3 Sellens #16 well located of Section 17-15S-13W, Kansas. Any persons who object application shall be requ objections or protest wit Conservation Division of Corporation Commission Kansas within fitteen (15 date of this publication. shall be filed pursuant to regulations and must sta reasons why the grant oi may cause waste, violate or pollute the natural ress State of Kansas. All persons interested or take notice of the foregoi	In the SE SW SE Russell County, to or protest this ired to file their h the the State of the State of the State of the State of the State commission ate specific the application c correlative rights sources of the concerned shall in and shall			sworn, depos Record Clerk newspaper pu County of Se having a gen basis in newspaper l uninterruptedly more than publication	seth and s of The Wic ublished in the edgwick, Stat eral paid cin said Coun has been published i one year p of the n	aith: Tha hita Eagle ne City c e of Ka culation c ty, whi continuou n said C prior to otice h	at he is e, a daily of Wichita nsas, and n a daily ch said county fo the firs ereinafte
govern themselves acco BEREXCO LLC 2020 N. Bramblewood Wichita, Kansas 67206 316-265-3311	rdingly.			mentioned, an been entered at the United Kansas, and trade, religiou that a notice attached was entire Morning Eagle from 1/10	as second States Post which said m is or fratern e of a true published in g issue of	class m Office in ewspaper al public e copy n the re said Th	ail matter n Wichita is not a ation and is hereto gular and
				I certify (or perjury that the	,		5

Notary Public Sedgwick County, Kansas

BUNITER NAL GARAGE JENNIFER RAE BAILEY

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My Appt. Expires

(Signature of Principal Clerk) DATED: 1/10/2020