Conservation Division 266 N. Main St., Ste. 220 Wichita, KS 67202-1513

Jay Scott Emler, Chairman Shari Feist Albrecht, Commissioner Pat Apple, Commissioner



2016.10.13 08:39:03 Kansas Corporation Commission /S/ Amy L. Greephone: 316-337-6200 Fax: 316-337-6211 http://kcc.ks.gov/

Sam Brownback, Governor

NOTICE OF DENIAL of LICENSE RENEWAL APPLICATION

September 30, 2016

17-cons. 3236.cmSC

Eastern Kansas Operating, LLC P.O. Box 13350 Chandler, Arizona 85248 KCC License #34971

Eastern Kansas Operating, LLC c/o The Corporation Company, Inc. 112 SW 7th Street, Suite 3C Topeka, Kansas 66603

Operator:

Commission Staff is in receipt of your September 22, 2016, license renewal application. Your application is being denied pursuant to K.S.A. 55-155(c)(4) because individuals associated with Operator are associated with entities that are not in compliance with Commission statutes, regulations, and orders.

Specifically, Staff believes there are individuals associated with Operator who are also associated with Osborn Energy, L.L.C., License #32294; Central States Energy, L.L.C., License #34570; and Kansas Energy Partners, LLC, License #34999. All entities have unplugged wells remaining on expired licenses, in violation of Commission regulations.

This Notice of Denial constitutes a summary order pursuant to K.S.A. 77-537. You may request a hearing on this Notice of Denial by filing a written request for a hearing with the Commission, at 266 N. Main, Suite 220, Wichita, Kansas 67202, within 15 days of service of this Notice.

If no hearing is requested, then this summary order shall become final, effective upon the expiration of the time for requesting a hearing:

Sincerely,

Myers

Jon Myers Litigation Counsel Kansas Corporation Commission