

CORPORATION COMMISSION  
CONSERVATION DIVISION  
266 N. MAIN ST., STE. 220  
WICHITA, KS 67202-1513



PHONE: 316-337-6200  
FAX: 316-337-6211  
<http://kcc.ks.gov/>

GOVERNOR JEFF COLYER, M.D.

SHARI FEIST ALBRECHT, CHAIR | JAY SCOTT EMLER, COMMISSIONER | DWIGHT D. KEEN, COMMISSIONER

**NOTICE OF PENALTY ASSESSMENT**  
19-CONS-3108-CPEN

September 20, 2018

Mahesh K. Chhabra  
VEEM Jade Oil & Gas LLC  
11417 S. Granite Avenue  
Tulsa, OK 74137-8110

This is a notice of a penalty assessment for violation(s) of Kansas Oil and Gas Conservation Statutes, Rules, and Regulations. For a full description of the penalty and process please refer to the Penalty Order that is attached to this notice.

**IF YOU ACCEPT THE PENALTY:**

You have been assessed a \$800 penalty. You have 30 days from the service date of this Penalty Order to pay the fine amount. Check or money order must be made payable to the Kansas Corporation Commission and mailed to the Conservation Division of the Kansas Corporation Commission at 266 N. Main St., Suite 220, Wichita, Kansas 67202. The payment must include a reference to the docket number of this proceeding. Payment by credit card may be made by calling the Conservation Division at 316-337-6200.

**IF YOU CONTEST THE PENALTY:**

You have the right to request a hearing. A written request for hearing must be made within 30 days after service of the Penalty Order setting forth the specific grounds upon which relief is sought. Respondent must submit the request to the Commission, at 266 N. Main St., Suite 220, Wichita, Kansas 67202. The Commission shall conduct a hearing in accordance with the provisions of the Kansas administrative procedure act within 30 days after receipt of such request. K.S.A. 55-164; K.S.A. 77-542; K.A.R. 82-1-215.

**IF YOU FAIL TO ACT:**

Failure to pay the fine amount, or in the alternative, provide a written request for a hearing, within thirty (30) days of service of the Penalty Order, will result in the attached Penalty Order becoming a Final Order and may result in additional sanctions, including additional monetary penalties, the suspension of your oil and gas operating license, and the shutting-in of all operations until compliance is obtained. K.S.A. 55-164; K.S.A. 77-537.

Respectfully,

Lauren N. Wright  
Litigation Counsel  
316-337-6200

**THE STATE CORPORATION COMMISSION  
OF THE STATE OF KANSAS**

Before Commissioners:                Shari Feist Albrecht, Chair  
   Jay Scott Emler  
   Dwight D. Keen

In the matter of the failure of VEEM Jade Oil	)	Docket No.: 19-CONS-3108-CPEN
& Gas LLC (“Operator”) to comply with	)	
K.A.R. 82-3-111 at the Beaumont #B1,	)	CONSERVATION DIVISION
Beaumont #B2, Beaumont #B3, Beaumont	)	
#B4, Daves #D13, Daves #D15, Daves #D22	)	License No.: 32874
and Daves #D23 in Elk County, Kansas.	)	

**PENALTY ORDER**

The above captioned matter comes before the State Corporation Commission of the State of Kansas (Commission). Having examined the files and records, and being duly advised in the premises, the Commission finds and concludes as follows:

**I. JURISDICTION**

1.        The Commission has the exclusive jurisdiction and authority to regulate oil and gas activities in Kansas.<sup>1</sup> The Commission has jurisdiction to regulate the “construction, operation, and abandonment of any well and the protection of the usable water of this state from any actual or potential pollution from any well.”<sup>2</sup> Every operator conducting oil and gas activity in Kansas must be licensed by the Commission.<sup>3</sup>

2.        The Commission has the authority to issue a Penalty Order for violation of any provision of K.S.A. 55-101 *et seq.*, rule, regulation, or order of the Commission.<sup>4</sup> The Commission shall take appropriate action which may include, but not be limited to, imposing a monetary penalty “not to exceed \$10,000, which shall constitute an actual and substantial

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<sup>1</sup> K.S.A. 74-623.

<sup>2</sup> K.S.A. 55-152.

<sup>3</sup> K.S.A. 55-155.

<sup>4</sup> K.S.A. 55-162; K.S.A. 55-164.

economic deterrent to the violation for which the penalty is assessed.”<sup>5</sup> “In the case of a continuing violation, every day such violation continues shall be deemed a separate violation.”<sup>6</sup>

3. Within 90 days after operations cease on any well drilled for the purpose of exploration, discovery, service, or production of oil, gas, or other minerals, the operator of that well shall: (1) plug the well, (2) return the well to service, or (3) file an application with the Conservation Division requesting temporary abandonment (“TA”) authority, on a form prescribed by the Conservation Division.<sup>7</sup> No well shall be temporarily abandoned unless first approved by the Conservation Division.<sup>8</sup> A well shall not be eligible for TA status if the well has been shut in for 10 years or more without an application for an exception pursuant to K.A.R. 82-3-100 and approval by the Commission.<sup>9</sup> The failure to file a notice of temporary abandonment shall be punishable by a \$100 penalty,<sup>10</sup> and the failure to obtain approval of temporary abandonment status shall subject the Operator to additional administrative action.<sup>11</sup>

4. K.A.R. 82-3-111(e) provides an exemption for certain wells that are (1) fully equipped for production of oil or gas or for injection; (2) capable of immediately resuming production of oil or gas or of injection; (3) subject to a valid continuing oil and gas lease; when (4) the cessation period for the well is less than 365 days; and (5) the well is otherwise in full compliance with all of the Commission’s regulations.

## **II. FINDINGS OF FACT**

5. The Operator conducts oil and gas activities in Kansas under active license number 32874.

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<sup>5</sup> K.S.A. 55-164.

<sup>6</sup> *Id.*

<sup>7</sup> *See* K.A.R. 82-3-111(a).

<sup>8</sup> K.A.R. 82-3-111(b).

<sup>9</sup> *Id.*

<sup>10</sup> *Id.*

<sup>11</sup> K.S.A. 55-164; K.A.R. 82-3-111(b).

6. The Operator is responsible for the care and control of the following wells, all located in Section 27, Township 29 South, Range 9 East, Elk County, Kansas.

- a. Beaumont #B1, API #15-049-20974-00-00;
- b. Beaumont #B2, API #15-049-21536-00-00;
- c. Beaumont #B3, API #15-049-21609-00-00;
- d. Beaumont #B4, API #15-049-22251-00-00;
- e. Daves #D13, API #15-049-21325-00-00;
- f. Daves #D15, API #15-049-21327-00-00;
- g. Daves #D22, API #15-049-21630-00-00; and
- h. Daves #D23, API #15-049-21658-00-00.

7. On July 17, 2018, Commission records indicated that the subject wells had been inactive and unplugged for longer than the 90 days allowed by K.A.R. 82-3-111 and that the wells were not exempt pursuant to K.A.R. 82-3-111(e). The wells had also not been approved for temporary abandonment status. Thus, District Staff sent a letter to the Operator, requiring the Operator to bring the subject well into compliance with K.A.R. 82-3-111 by August 14, 2018.<sup>12</sup>

8. Because the deadline in the letter passed and the violation had not been resolved, on August 31, 2018, District Staff inspected the subject well, verifying that the well continued to be inactive and unplugged.<sup>13</sup>

### **III. CONCLUSIONS OF LAW**

9. The Commission finds and concludes that it has jurisdiction over the Operator and this matter under K.S.A. 55-152 and K.S.A. 74-623.

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<sup>12</sup> Exhibit A.

<sup>13</sup> Exhibit B.



10. The Commission finds and concludes the Operator committed eight violations of K.A.R. 82-3-111 because the subject wells have been inactive in excess of the time allowed by regulation without being plugged, returned to service, or approved for TA status.<sup>14</sup>

**THEREFORE, THE COMMISSION ORDERS:**

- A. The Operator shall pay a \$800 penalty.
- B. The Operator shall plug the subject wells, or return the wells to service, or obtain TA status for the wells if eligible. Obtaining TA status shall include application for, and Commission approval of, an exception to the 10-year limit on TA status if applicable.
- C. If no party requests a hearing, and the Operator is not in compliance with this Order within 30 days from the date of service of this Order, then the Operator's license shall be suspended without further notice. The notice and opportunity for a hearing on this Order shall constitute the notice required by K.S.A. 77-512 regarding license suspension. The Commission may impose further sanctions, including additional monetary penalties and any other remedies available to the Commission by law, without further notice.
- D. Checks and money orders shall be payable to the Kansas Corporation Commission. Payments shall be mailed to the Kansas Corporation Commission at 266 N. Main St., Suite 220, Wichita, Kansas 67202. The payment must include a reference to the docket number of this proceeding. Credit card payments may be made by calling the Conservation Division at 316-337-6200.
- E. Any party may request a hearing on the above issues by submitting a written request, pursuant to K.S.A. 55-164, K.S.A. 77-537, and K.S.A. 77-542, setting forth the specific grounds upon which relief is sought, to the Commission at 266 N. Main St., Suite 220, Wichita, Kansas 67202, within 30 days from the date of service of this Order. Hearings will be scheduled

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<sup>14</sup> K.S.A. 55-164; K.A.R. 82-3-111(b).

only upon written request. Failure to timely request a hearing will result in a waiver of Operator's right to a hearing.

F. A corporation shall appear before the Commission by a Kansas licensed attorney.<sup>15</sup>

G. 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.**

Albrecht, Chair; Emler, Commissioner; Keen, Commissioner

Dated: 09/20/2018 \_\_\_\_\_



\_\_\_\_\_  
Lynn M. Retz  
Secretary to the Commission

Mailed Date: 09/21/2018 \_\_\_\_\_

LW

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<sup>15</sup> K.S.A. 77-515(c); K.A.R. 82-1-228(d)(2).

STATE OF KANSAS

CORPORATION COMMISSION  
CONSERVATION DIVISION  
DISTRICT OFFICE No. 3  
137 E. 21ST STREET  
CHANUTE, KS 66720



PHONE: 620-902-6450  
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GOVERNOR JEFF COLYER, M.D.

SHARI FEIST ALBRECHT, CHAIR | JAY SCOTT EMLER, COMMISSIONER | DWIGHT D. KEEN, COMMISSIONER

July 17, 2018

Mahesh K Chhabra  
VEEM Jade Oil & Gas LLC  
11417 S GRANITE AVE  
TULSA, OK 74137-8110

Re: Temporary Abandonment  
API 15-049-20974-00-00  
BEAUMONT B1  
SE/4 Sec.27-29S-09E  
Elk County, Kansas

Dear Mahesh K Chhabra:

Your application for Temporary Abandonment (TA) for the above-listed well is denied for the following reasons(s):

**Shut-in Over 10 years**

Pursuant to K.A.R. 82-3-111, the well must be plugged or returned to service by August 14, 2018.

If you wish to instead file an application for an exception to the 10-year limitation of K.A.R. 82-3-111, demonstrating why it is necessary to TA the well for more than 10 years, then you must file the application for an exception by August 14, 2018.

**This deadline does NOT override any compliance deadline given to you in any Commission Order.**

You may contact me if you have any questions.

Sincerely,  
Duane Sims  
KCC DISTRICT 3

STATE OF KANSAS

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DISTRICT OFFICE No. 3  
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July 17, 2018

Mahesh K Chhabra  
VEEM Jade Oil & Gas LLC  
11417 S GRANITE AVE  
TULSA, OK 74137-8110

Re: Temporary Abandonment  
API 15-049-21536-00-00  
BEAUMONT B2  
SE/4 Sec.27-29S-09E  
Elk County, Kansas

Dear Mahesh K Chhabra:

Your application for Temporary Abandonment (TA) for the above-listed well is denied for the following reasons(s):

**High Fluid Level**  
**Wireline test / fluid level test must be witnessed**  
**need current FL; CIT required**

Pursuant to K.A.R. 82-3-111, the well must be plugged, or returned to service, or obtain temporary abandonment status by August 14, 2018.

**This deadline does NOT override any compliance deadline given to you in any Commission Order.**

You may contact me if you have any questions.

Sincerely,  
Duane Sims  
KCC DISTRICT 3

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July 17, 2018

Mahesh K Chhabra  
VEEM Jade Oil & Gas LLC  
11417 S GRANITE AVE  
TULSA, OK 74137-8110

Re: Temporary Abandonment  
API 15-049-21609-00-00  
BEAUMONT B3  
SE/4 Sec.27-29S-09E  
Elk County, Kansas

Dear Mahesh K Chhabra:

Your application for Temporary Abandonment (TA) for the above-listed well is denied for the following reasons(s):

**Wireline test / fluid level test must be witnessed  
CIT required**

Pursuant to K.A.R. 82-3-111, the well must be plugged, or returned to service, or obtain temporary abandonment status by August 14, 2018.

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July 17, 2018

Mahesh K Chhabra  
VEEM Jade Oil & Gas LLC  
11417 S GRANITE AVE  
TULSA, OK 74137-8110

Re: Temporary Abandonment  
API 15-049-22251-00-00  
BEAUMONT B4  
SE/4 Sec.27-29S-09E  
Elk County, Kansas

Dear Mahesh K Chhabra:

Your application for Temporary Abandonment (TA) for the above-listed well is denied for the following reasons(s):

**Shut-in Over 10 years**

Pursuant to K.A.R. 82-3-111, the well must be plugged or returned to service by August 14, 2018.

If you wish to instead file an application for an exception to the 10-year limitation of K.A.R. 82-3-111, demonstrating why it is necessary to TA the well for more than 10 years, then you must file the application for an exception by August 14, 2018.

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July 17, 2018

Mahesh K Chhabra  
VEEM Jade Oil & Gas LLC  
11417 S GRANITE AVE  
TULSA, OK 74137-8110

Re: Temporary Abandonment  
API 15-049-21325-00-00  
DAVES D13  
SW/4 Sec.27-29S-09E  
Elk County, Kansas

Dear Mahesh K Chhabra:

Your application for Temporary Abandonment (TA) for the above-listed well is denied for the following reasons(s):

**Shut-in Over 10 years**

Pursuant to K.A.R. 82-3-111, the well must be plugged or returned to service by August 14, 2018.

If you wish to instead file an application for an exception to the 10-year limitation of K.A.R. 82-3-111, demonstrating why it is necessary to TA the well for more than 10 years, then you must file the application for an exception by August 14, 2018.

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July 17, 2018

Mahesh K Chhabra  
VEEM Jade Oil & Gas LLC  
11417 S GRANITE AVE  
TULSA, OK 74137-8110

Re: Temporary Abandonment  
API 15-049-21327-00-00  
DAVES D15  
SW/4 Sec.27-29S-09E  
Elk County, Kansas

Dear Mahesh K Chhabra:

Your application for Temporary Abandonment (TA) for the above-listed well is denied for the following reasons(s):

**Shut-in Over 10 years**

Pursuant to K.A.R. 82-3-111, the well must be plugged or returned to service by August 14, 2018.

If you wish to instead file an application for an exception to the 10-year limitation of K.A.R. 82-3-111, demonstrating why it is necessary to TA the well for more than 10 years, then you must file the application for an exception by August 14, 2018.

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July 17, 2018

Mahesh K Chhabra  
VEEM Jade Oil & Gas LLC  
11417 S GRANITE AVE  
TULSA, OK 74137-8110

Re: Temporary Abandonment  
API 15-049-21630-00-00  
DAVES D22  
NW/4 Sec.27-29S-09E  
Elk County, Kansas

Dear Mahesh K Chhabra:

Your application for Temporary Abandonment (TA) for the above-listed well is denied for the following reasons(s):

## **Shut-in Over 10 years**

Pursuant to K.A.R. 82-3-111, the well must be plugged or returned to service by August 14, 2018.

If you wish to instead file an application for an exception to the 10-year limitation of K.A.R. 82-3-111, demonstrating why it is necessary to TA the well for more than 10 years, then you must file the application for an exception by August 14, 2018.

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July 17, 2018

Mahesh K Chhabra  
VEEM Jade Oil & Gas LLC  
11417 S GRANITE AVE  
TULSA, OK 74137-8110

Re: Temporary Abandonment  
API 15-049-21658-00-00  
DAVES D23  
NW/4 Sec.27-29S-09E  
Elk County, Kansas

Dear Mahesh K Chhabra:

Your application for Temporary Abandonment (TA) for the above-listed well is denied for the following reasons(s):

**Shut-in Over 10 years**

Pursuant to K.A.R. 82-3-111, the well must be plugged or returned to service by August 14, 2018.

If you wish to instead file an application for an exception to the 10-year limitation of K.A.R. 82-3-111, demonstrating why it is necessary to TA the well for more than 10 years, then you must file the application for an exception by August 14, 2018.

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You may contact me if you have any questions.

Sincerely,  
Duane Sims  
KCC DISTRICT 3

## KCC OIL/GAS REGULATORY OFFICES

Inspection Date: 08/31/2018 District: 3 Incident Number: 6205

- ☒ New Situation ☒ Lease Inspection  
☒ Response to Request ☐ Complaint  
☐ Follow-up ☒ Field Report

Operator License No: 32874 API: 15-049-20974-00-00 Q3: SW Q2: SW Q1: SE  
Operator Name: VEEM Jade Oil & Gas, LLC. SEC 27 TWP 29 RGE 9 RGEDIR: E  
Address: 11417 S. Granite Ave. FSL: 334  
City: Tulsa FEL: 2312  
State: OK Zip Code: 74137 Lease: Beaumont Well No.: B1  
Phone contact: 918-519-0429 County: EK

**Reason for Investigation:**

To check status of abandoned well.

**Problem:**

CP-111 has been denied for this well.

**Persons contacted:**

District #3 Staff.

**Findings:**

TABLE-1 FOR THIS AREA IS 450'. On August 31, 2018 I went to the above mentioned well. I had already gps'd this well on April 3, 2018 and corrected the footages accordingly on RBDMS. I found the well to be abandoned. I took a picture of the abandoned well. The well has no surface control on the wellhead.

**Actions / Recommendation**

**Follow-up Required** ☐

**Deadline Date:**

Recommend the well be turned in for fine recommendations for failure to produce, obtain satisfactory CP-111 or plug the well within the 30 day deadline of the denied CP-111.

**Photo's Taken:**

1

☒ RBDMS ☒ KGS ☐ TA DB Report Prepared By: Duane A. Sims  
☐ T1 DBF ☒ District Files ☐ Courthouse Position: E.C.R.S.



# KCC DISTRICT III OFFICE FIELD REPORT PHOTO ID FORM



Operator: VEEM Jade Oil & Gas, LLC

Lease: Beaumont

County: Elk

Subject: Beaumont #B1 (Abandoned well)

FSL: 334

FEL: 2312

API#: 15-049-20974-00-00

Date: August 31, 2018

Staff: Duane A. Sims

KLN: 32874

Legal: 27-29-9E

PIC ID#: IMG0630

PIC Orientation: Facing East

Latitude: 37.491411

Longitude: -96.406538

Time: 11:21AM

Additional Information: TABLE-1 FOR THIS AREA IS 450'. On August 31, 2018 I went to the Beaumont #B1. I found the well to be abandoned. The well has no surface control on the wellhead. The well has been abandoned for over 10 years. The CP-111 was denied for this well.

## KCC OIL/GAS REGULATORY OFFICES

Inspection Date: 08/31/2018 District: 3 Incident Number: 6206

- ☒ New Situation ☒ Lease Inspection  
☐ Response to Request ☐ Complaint  
☐ Follow-up ☒ Field Report

Operator License No: 32874 API: 15-049-21536-00-00 Q3: SW Q2: NW Q1: SE  
Operator Name: VEEM Jade Oil & Gas, LLC. SEC 27 TWP 29 RGE 9 RGEDIR: E  
Address: 11417 S. Granite Ave. FSL: 1876  
City: Tulsa FEL: 2342  
State: OK Zip Code: 74137 Lease: Beaumont Well No.: B2  
Phone contact: 918-519-0429 County: Ek

### Reason for Investigation:

To check status of abandoned well.

### Problem:

CP-111 has been denied for this well.

### Persons contacted:

District #3 Staff

### Findings:

TABLE-1 FOR THIS AREA IS 450'. On August 31, 2018 I went to the above mentioned well. I had already gps'd this well on April 3, 2018 and corrected the footages accordingly on RBDMS. I found the well to be abandoned. I took a picture of the abandoned well. The well has no surface control on the wellhead.

### Actions / Recommendation

Follow-up Required ☐

Deadline Date:

Recommend the well be turned in for fine recommendations for failure to produce, obtain satisfactory CP-111 or plug the well within the 30 day deadline of the denied CP-111.

Photo's Taken:

1

☒ RBDMS ☒ KGS ☐ TA DB Report Prepared By: Duane A. Sims  
☐ T1 DBF ☒ District Files ☐ Courthouse Position: E.C.R.S.



## KCC DISTRICT III OFFICE FIELD REPORT PHOTO ID FORM



Operator: VEEM Jade Oil & Gas, LLC

Lease: Beaumont

County: Elk

Subject: Beaumont #B2 (Abandoned well)

FSL: 1876

FEL: 2342

API#: 15-049-21536-00-00

Date: August 31, 2018

Staff: Duane A. Sims

KLN: 32874

Legal: 27-29-9E

PIC ID#: IMG0632

PIC Orientation: Facing West

Latitude: 37.495652

Longitude: -96.406601

Time: 11:38AM

Additional Information: TABLE-1 FOR THIS AREA IS 450'. On August 31, 2018 I went to the Beaumont #B2. I found the well to be abandoned. The well has no surface control on the wellhead. The well needed a current fluid level. The CP-111 was denied for this well.

## KCC OIL/GAS REGULATORY OFFICES

Inspection Date: 08/31/2018 District: 0 Incident Number: 6207

- ☒ New Situation ☒ Lease Inspection  
☒ Response to Request ☐ Complaint  
☐ Follow-up ☒ Field Report

Operator License No: 32874 API: Q3: Q2: Q1:  
Operator Name: VEEM Jade Oil & Gas, LLC. SEC TWP RGE RGEDIR:  
Address: 11417 S. Granite Ave. FSL:  
City: Tulsa FEL:  
State: OK Zip Code: 74137 Lease: Beaumont Well No.: B3  
Phone contact: 918-519-0429 County: EK

**Reason for Investigation:**

To check status of abandoned well.

**Problem:**

CP-111 has been denied for this well.

**Persons contacted:**

District #3 Staff

**Findings:**

TABLE-1 FOR THIS AREA IS 450'. On August 31, 2018 I went to the above mentioned well. I had already gps'd this well on April 3, 2018 and corrected the footages accordingly on RBDMS. I found the well to be abandoned. I took a picture of the abandoned well. The well has no surface control on the wellhead.

**Actions / Recommendation**

**Follow-up Required** ☐

**Deadline Date:**

Recommend the well be turned in for fine recommendations for failure to produce, obtain satisfactory CP-111 or plug the well within the 30 day deadline of the denied CP-111.

**Photo's Taken:**

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☒ RBDMS ☒ KGS ☐ TA DB Report Prepared By: Duane A. Sims  
☐ T1 DBF ☒ District Files ☐ Courthouse Position: E.C.R.S.



# KCC DISTRICT III OFFICE FIELD REPORT PHOTO ID FORM



Operator: VEEM Jade Oil & Gas, LLC	KLN: 32874
Lease: Beaumont	Legal: 27-29-9E
County: Elk	PIC ID#: IMG0631
Subject: Beaumont #B3 (Abandoned well)	PIC Orientation: Facing East
FSL: 1113	Latitude: 37.493552
FEL: 2306	Longitude: -96.406510
API#: 15-049-21609-00-00	
Date: August 31, 2018	Time: 11:28AM
Staff: Duane A. Sims	

Additional Information: TABLE-1 FOR THIS AREA IS 450'. On August 31, 2018 I went to the Beaumont #B3. I found the well to be abandoned. The well has no surface control on the wellhead. A current fluid level was needed for this well. CP-111 was denied for this well.



## KCC OIL/GAS REGULATORY OFFICES

Inspection Date: 08/31/2018 District: 3 Incident Number: 6208

- ☒ New Situation ☒ Lease Inspection  
☒ Response to Request ☐ Complaint  
☐ Follow-up ☒ Field Report

Operator License No: 32874 API: 15-049-22251-00-00 Q3: NW Q2: NW Q1: SE  
Operator Name: VEEM Jade Oil & Gas, LLC. SEC 27 TWP 29 RGE 9 RGEDIR: E  
Address: 11417 S. Granite Ave. FSL: 2237  
City: Tulsa FEL: 2415  
State: OK Zip Code: 74137 Lease: Beaumont Well No.: B4  
Phone contact: 918-519-0429 County: EK

### Reason for Investigation:

To check status of abandoned well.

### Problem:

CP-111 has been denied for this well.

### Persons contacted:

District #3 Staff

### Findings:

TABLE-1 FOR THIS AREA IS 450'. On August 31, 2018 I went to the above mentioned well. I had already gps'd this well on April 3, 2018 and corrected the footages accordingly on RBDMS. I found the well to be abandoned. I took a picture of the abandoned well. The well has no surface control on the wellhead.

### Actions / Recommendation

Follow-up Required ☐

Deadline Date:

Recommend the well be turned in for fine recommendations for failure to produce, obtain satisfactory CP-111 or plug the well within the 30 day deadline of the denied CP-111.

Photo's Taken:

1

☒ RBDMS ☒ KGS ☐ TA DB Report Prepared By: Duane A. Sims  
☐ T1 DBF ☒ District Files ☐ Courthouse Position: E.C.R.S.

# KCC DISTRICT III OFFICE FIELD REPORT PHOTO ID FORM



Operator: VEEM Jade Oil & Gas, LLC	KLN: 32874
Lease: Beaumont	Legal: 27-29-9E
County: Elk	PIC ID#: IMG0633
Subject: Beaumont #B4 (Abandoned well)	PIC Orientation: Facing East
FSL: 2237	Latitude: 37.496637
FEL: 2415	Longitude: -96.406869
API#: 15-049-22251-00-00	
Date: August 31, 2018	Time: 11:42AM
Staff: Duane A. Sims	

Additional Information: TABLE-1 FOR THIS AREA IS 450'. On August 31, 2018 I went to the Beaumont #B4. I found the well to be abandoned. The well has no surface control on the wellhead. The well has been abandoned for over 10 years. The CP-111 was denied for this well.



## KCC OIL/GAS REGULATORY OFFICES

Inspection Date: 08/31/2018 District: 3 Incident Number: 6209

- ☒ New Situation ☒ Lease Inspection  
☒ Response to Request ☐ Complaint  
☐ Follow-up ☒ Field Report

Operator License No: 32874 API: 15-049-21325-00-00 Q3: NE Q2: NW Q1: SW

Operator Name: VEEM Jade Oil & Gas, LLC. SEC 27 TWP 29 RGE 9 RGEDIR: E

Address: 11417 S. Granite Ave. FSL: 2014

City: Tulsa FEL: 4291

State: OK Zip Code: 74137 Lease: Daves Well No.: D13

Phone contact: 918-519-0429 County: EK

### Reason for Investigation:

To check status of abandoned well.

### Problem:

CP-111 has been denied for this well.

### Persons contacted:

District #3 Staff

### Findings:

TABLE-1 FOR THIS AREA IS 450'. On August 31, 2018 I went to the above mentioned well. I had already gps'd this well on April 3, 2018 and corrected the footages accordingly on RBDMS. I found the well to be abandoned. I took a picture of the abandoned well. The well has no surface control on the wellhead.

### Actions / Recommendation

Follow-up Required ☐

Deadline Date:

Recommend the well be turned in for fine recommendations for failure to produce, obtain satisfactory CP-111 or plug the well within the 30 day deadline of the denied CP-111.

Photo's Taken:

1

☒ RBDMS ☒ KGS ☐ TA DB Report Prepared By: Duane A. Sims

☐ T1 DBF ☒ District Files ☐ Courthouse Position: E.C.R.S.

## KCC DISTRICT III OFFICE FIELD REPORT PHOTO ID FORM



Operator: VEEM Jade Oil & Gas, LLC	KLN: 32874
Lease: Daves	Legal: 27-29-9E
County: Elk	PIC ID#: IMG0634
Subject: Daves #D13 (Abandoned well)	PIC Orientation: Facing West
FSL: 2014	Latitude: 37.496076
FEL: 4291	Longitude: -96.413308
API#: 15-049-21325-00-00	
Date: August 31, 2018	Time: 12:04PM
Staff: Duane A. Sims	

Additional Information: TABLE-1 FOR THIS AREA IS 500'. On August 31, 2018 I went to the Daves #D13. I found the well to be abandoned. The well has no surface control on the wellhead. The well has been abandoned for over 10 years. The CP-111 was denied for this well.



## KCC OIL/GAS REGULATORY OFFICES

Inspection Date: 08/31/2018 District: 3 Incident Number: 6210

- ☒ New Situation ☒ Lease Inspection  
☒ Response to Request ☐ Complaint  
☐ Follow-up ☒ Field Report

Operator License No: 32874 API: 15-049-21327-00-00 Q3: NW Q2: NE Q1: SW

Operator Name: VEEM Jade Oil & Gas, LLC. SEC 27 TWP 29 RGE 9 RGEDIR: E

Address: 11417 S. Granite Ave. FSL: 2000

City: Tulsa FEL: 3696

State: OK Zip Code: 74137 Lease: Daves Well No.: D15

Phone contact: 918-519-0429 County: EK

### Reason for Investigation:

To check status of abandoned well.

### Problem:

CP-111 has been denied for this well.

### Persons contacted:

District #3 Staff

### Findings:

TABLE-1 FOR THIS AREA IS 450'. On August 31, 2018 I went to the above mentioned well. I had already gps'd this well on April 3, 2018 and corrected the footages accordingly on RBDMS. I found the well to be abandoned. I took a picture of the abandoned well. The well has no surface control on the wellhead.

### Actions / Recommendation

Follow-up Required ☐

Deadline Date:

Recommend the well be turned in for fine recommendations for failure to produce, obtain satisfactory CP-111 or plug the well within the 30 day deadline of the denied CP-111.

Photo's Taken:

1

☒ RBDMS ☒ KGS ☐ TA DB Report Prepared By: Duane A. Sims

☐ T1 DBF ☒ District Files ☐ Courthouse Position: E.C.R.S.

## KCC DISTRICT III OFFICE FIELD REPORT PHOTO ID FORM



Operator: VEEM Jade Oil & Gas, LLC

Lease: Daves

County: Elk

Subject: Daves #D15 (Abandoned well)

FSL: 2000

FEL: 3696

API#: 15-049-21327-00-00

Date: August 31, 2018

Staff: Duane A. Sims

KLN: 32874

Legal: 27-29-9E

PIC ID#: IMG0635

PIC Orientation: Facing East

Latitude: 37.499340

Longitude: -96.411651

Time: 12:15PM

Additional Information: TABLE-1 FOR THIS AREA IS 450'. On August 31, 2018 I went to the Daves #D15. I found the well to be abandoned. The well has no surface control on the wellhead. The well has been abandoned for over 10 years. The CP-111 was denied for this well.



## KCC OIL/GAS REGULATORY OFFICES

Inspection Date: 08/31/2018 District: 3 Incident Number: 6211

- ☒ New Situation ☒ Lease Inspection  
☒ Response to Request ☐ Complaint  
☐ Follow-up ☒ Field Report

Operator License No: 32874 API: 15-049-21630-00-00 Q3: NW Q2: SW Q1: NW

Operator Name: VEEM Jade Oil & Gas, LLC. SEC 27 TWP 29 RGE 9 RGEDIR: E

Address: 11417 S. Granite Ave. FSL: 3953

City: Tulsa FEL: 4964

State: OK Zip Code: 74137 Lease: Daves Well No.: D22

Phone contact: 918-519-0429 County: EK

### Reason for Investigation:

To check status of abandoned well.

### Problem:

CP-111 has been denied for this well.

### Persons contacted:

District #3 Staff

### Findings:

TABLE-1 FOR THIS AREA IS 450'. On August 31, 2018 I went to the above mentioned well. I had already gps'd this well on April 3, 2018 and corrected the footages accordingly on RBDMS. I found the well to be abandoned. I took a picture of the abandoned well. The well has no surface control on the wellhead.

### Actions / Recommendation

Follow-up Required ☐

Deadline Date:

Recommend the well be turned in for fine recommendations for failure to produce, obtain satisfactory CP-111 or plug the well within the 30 day deadline of the denied CP-111.

Photo's Taken:

1

☒ RBDMS ☒ KGS ☐ TA DB Report Prepared By: Duane A. Sims

☐ T1 DBF ☒ District Files ☐ Courthouse Position: E.C.R.S.

## KCC DISTRICT III OFFICE FIELD REPORT PHOTO ID FORM



Operator: VEEM Jade Oil & Gas, LLC	KLN: 32874
Lease: Daves	Legal: 27-29-9E
County: Elk	PIC ID#: IMG0636
Subject: Daves #D22 (Abandoned well)	PIC Orientation: Facing East
FSL: 3953	Latitude: 37.501414
FEL: 4964	Longitude: -96.415528
API#: 15-049-21630-00-00	
Date: August 31, 2018	Time: 12:40PM
Staff: Duane A. Sims	

Additional Information: TABLE-1 FOR THIS AREA IS 450'. On August 31, 2018 I went to the Daves #D22. I found the well to be abandoned. The well has no surface control on the wellhead. The well has been abandoned for over 10 years. The CP-111 was denied for this well.



## KCC OIL/GAS REGULATORY OFFICES

Inspection Date: 08/31/2018 District: 3 Incident Number: 6212

- ☒ New Situation ☒ Lease Inspection  
☒ Response to Request ☐ Complaint  
☐ Follow-up ☒ Field Report

Operator License No: 32874 API: 15-049-21658-00-00 Q3: SW Q2: NW Q1: NW

Operator Name: VEEM Jade Oil & Gas, LLC. SEC 27 TWP 29 RGE 9 RGEDIR: E

Address: 11417 S. Granite Ave. FSL: 4184

City: Tulsa FEL: 4637

State: OK Zip Code: 74137 Lease: Daves Well No.: D23

Phone contact: 918-519-0429 County: EK

### Reason for Investigation:

To check status of abandoned well.

### Problem:

CP-111 has been denied for this well.

### Persons contacted:

District #3 Staff

### Findings:

TABLE-1 FOR THIS AREA IS 450'. On August 31, 2018 I went to the above mentioned well. I had already gps'd this well on April 3, 2018 and corrected the footages accordingly on RBDMS. I found the well to be abandoned. I took a picture of the abandoned well.

### Actions / Recommendation

Follow-up Required ☐

Deadline Date:

Recommend the well be turned in for fine recommendations for failure to produce, obtain satisfactory CP-111 or plug the well within the 30 day deadline of the denied CP-111.

Photo's Taken:

1

☒ RBDMS ☒ KGS ☐ TA DB Report Prepared By: Duane A. Sims

☐ T1 DBF ☒ District Files ☐ Courthouse Position: E.C.R.S.

## KCC DISTRICT III OFFICE FIELD REPORT PHOTO ID FORM



Operator: VEEM Jade Oil & Gas, LLC

Lease: Daves

County: Elk

Subject: Daves #D23 (Abandoned well)

FSL: 4184

FEL: 4637

API#: 15-049-21658-00-00

Date: August 31, 2018

Staff: Duane A. Sims

KLN: 32874

Legal: 27-29-9E

PIC ID#: IMG0637

PIC Orientation: Facing East

Latitude: 37.502042

Longitude: -96.414388

Time: 12:54PM

Additional Information: TABLE-1 FOR THIS AREA IS 450'. On August 31, 2018 I went to the Daves #D23. I found the well to be abandoned. The well has been abandoned for over 10 years. The CP-111 was denied for this well.

## **CERTIFICATE OF SERVICE**

19-CONS-3108-CPEN

I, the undersigned, certify that the true copy of the attached Order has been served to the following parties by means of first class mail and electronic service on 09/20/2018.

JOHN ALMOND  
KANSAS CORPORATION COMMISSION  
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KANSAS CORPORATION COMMISSION  
Conservation Division  
266 N. Main St. Ste. 220  
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/S/ DeeAnn Shupe  
\_\_\_\_\_  
DeeAnn Shupe