RECEIVED KANSAS CORPORATION COMMISSION

APR 04 2019

CONSERVATION DIVISION WICHITA, KS

In the matter of the Application of Colt Energy,) Inc. for an exception to the 10-year time) limitation of K.A.R. 82-3-111 for its Plute 6-7) well located in the NW/4 SE/4 SW/4 NE/4) of Section 7, Township 34 South, Range 17) East, Montgomery County, Kansas.

2019-04-04 11:32:37 **Kansas Corporation Commission** /s/ Lynn M. Retz

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

19 Docket No. 18-CONS

CONSERVATION DIVISION

License No.: 5150

APPLICATION

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COMES NOW Colt Energy, Inc. ("Applicant") in support of its Application in the

captioned matter and states as follows:

Applicant is a corporation authorized to do business in the State of Kansas. 1.

Applicant's address is PO Box 388, Iola, KS 66749.

- 2. Applicant has been issued by the Kansas Corporation Commission Operator's License 5150, which expires on June 30, 2019.
- 3. Applicant is the owner and operator of the Plute 6-7 well, API

Number 15-125-31754 ("the subject well"), which is located in the Northwest Quarter of the Southeast Quarter of the Southwest Quarter of the Northeast Quarter of Section 7, Township 34 South, Range 17 East, Montgomery County, Kansas. The subject well is located on an active oil and gas lease or unit comprising the following lands:

> Lots 5 and 6, All in Section 7, Township 34 South, Range 17 East, Montgomery County, Kansas, containing 80 acres, more or less ("leased premises").

Pursuant to K.A.R. 82-3-111, the well was shut in, or Applicant obtained temporary 4. abandonment status, for the subject well on October 1, 2008. The subject well has maintained such status from October 1, 2008, to the present date.

- 5. On or about November 20, 2018, the Kansas Corporation Commission notified Applicant temporary abandonment status for the subject well would be denied from and after December 18, 2018, because subject well had been temporarily abandoned for more than ten (10) years.
- 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 regulation through an Application filed with the Commission pursuant to K.A.R. 82-3-100. Applicant seeks such an exception.
- On January 30, 2019, the subject well passed a Commission Staff-witnessed mechanical integrity test of the casing between the surface and a point within fifty (50) feet above the uppermost perforation or open hole in the well.
- 8. Applicant wishes to continue TA status for the subject well, because Applicant intends to use the well for the following purpose: gas production.
- 9. Applicant submits the following information regarding the well in support of the Application.
 - a This is currently the only well on the lease.
 - b The estimated cost to plug the Plute 6-7 is \$4,500.
 - c The well has never been completed.
 - d There is an estimated recovery of 150,000 MCF based on offsetting production.
 - e The well has been drilled, cemented, and has not been completed. In order to produce gas from the well, the gas gathering line and electric lines will have to be constructed to the well bore. The coal seams in the well will have to be perforated and coal zones stimulated.

- f The estimated cost to commence gas production is \$50,000.
- Applicant has included a plat map showing the locations of all producing, injection, temporarily abandoned, abandoned, and plugged wells located on the same leased premises as the subject well.
- 11. Based on the foregoing, Applicant 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 three (3) years following the expiration of the 10-year limitation. Applicant understands that the exception would be valid for three (3) years, but Applicant would still need to apply annually to the Conservation Division District Office for approval of an application for temporary abandonment status.
- 12. 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 subject well (provided that such mineral interest is not covered by any oil and gas lease).

Notice of this Application will be 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.

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

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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,

Colt Energy, Inc. PO Box 388, Iola, KS 66749 913-236-0016 John Amerman

CERTIFICATE OF SERVICE

I hereby certify on this 12 day of 4 day of 4 day deposition and correct copies of the above and foregoing Application and the Notice of Application were served by depositing copies of the same in the United States Mail, postage prepaid, and properly addressed to the landowner/s set forth in paragraph 14 of said Application and each party set forth in Exhibit "A" attached to said Application filed by Applicant, and the original and seven (7) copies were hand delivered to the Kansas Corporation Commission.

John Amerman

Exhibit "A"

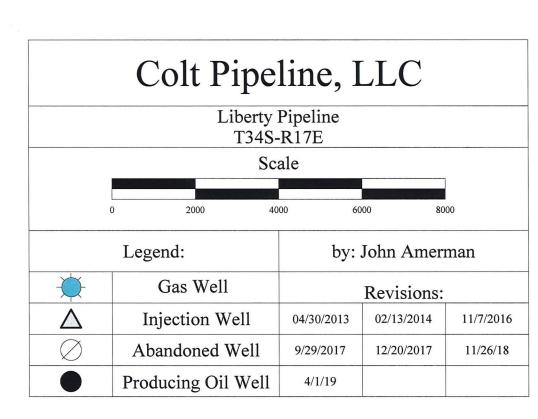
A.

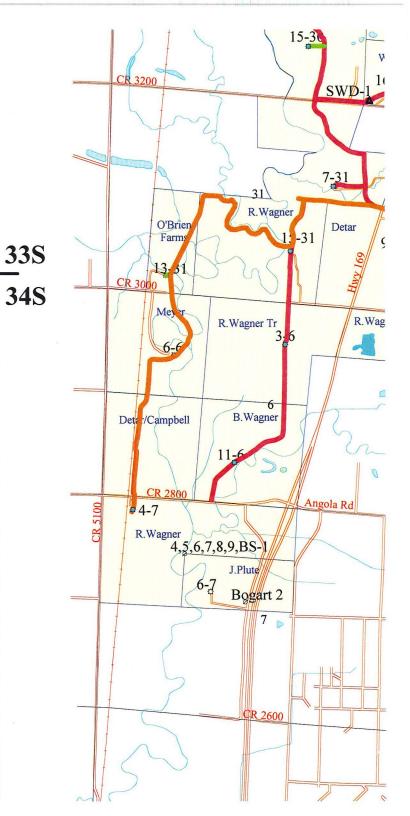
- B. Michael J. & Vicky S. Olenhouse, 5788 Pratt Rd, Neodesha, KS 66757
- Clarence M. King Jr., 6526 W Oneil St, Wichita, KS 67212
- Megan M. & David P. Camp, 401 Highland Dr, Coffeyville, KS 67337
- Roger P. & Cathy J. Robinson, 5155 CR 2600, Liberty, KS 67351
- Richard W. & Shirley M. & Larry D. & Ruth & R W & Frances Felts, 3453 CR 4700, Liberty,

KS 67351

- Coffeyville Resources Nitrogen Fertilizers, LLC, 2277 Plaza Dr 500, Sugar Land, TX 77479
- Funk Manufacturing Co, Attn: Controller, 2624 US Hwy 169, Coffeyville, KS 67337
- Big Chief Land Company, 2621 Mockingbird Dr, Ponca City, OK 74604
- Bogart Family L P, 2629 Hwy 169, Liberty, KS 67351
- Jim D. Colvin, PO Box 1425, Pryor, OK 74361

WFO REO 2015-02, LLC, Attn: Moore Colson, 1640 Powers Ferry Rd Building 11, Ste 300, Marietta, GA 30067





Conservation Division District Office No 3 1500 W. Seventh Chonule, KS 66720

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RECEIVED KCC DIST # 3 JAN 30 2019

CHANUTE, KS

Phone: 620-432-2300 Fox: 620-432-2309 h11p://kcc ks.gov/

Casing Integrity Test

Operator License 5150
Operator Name Colt Energy Inc
Address P.O. Box 388
City, State, Zip <u>IO/0.</u> KS 66749-0388
Contact PersonAmanda, Phillips Phone 620-365-3111
Lease Plute Well # 6-7 API # 15- 125-3175400-00
CountyMontgomery Section 7 Twp 34 Rge 17 EW
<u>3037</u> FSL <u>4684</u> FEL
GPS Lat 37.101963 GPS Long - 95.593065 TD (Plug Back) 1022.65
Surface Production Tubing
Pipe <u>85/8 5¹/2</u>
Set 26' 1022.65
Cement 60 140
TD 1030. Production formation/perf/ open hole Not completed
Fluid level 1 from surface
Tubing and Packer Fluid Depression
Zone between and tested.
Start <u>2:30</u> Min. <u>15</u> Min. <u>30</u>
Pressure 300 300 300
Tested by Rex R. Ashlock
Signature R. Addresse Inte
Test Date 1/30/2019
Satisfactory X Failed
KCC agent Aund Within Title ECRS
Witness Y/N <u>NO</u>
Remarks: Well has not been performed
Computer update RBDms



LEGAL PROOF OF PUBLICATION

	Ad Number	Identification	PO	Amount	Cols	Lines	
Account #					0013		
716067 0004083580 PUBLIC NOTICE BEFORE THE STATE CORPOR Attention: stephanie wofford COLT ENGERY 6299 NALL AVE STE 100 MISSION, KS 66202			ln a	\$282.16 1 48 In The STATE OF KANSAS In and for the County of Sedgwick AFFIDAVIT OF PUBLICATION 1 Insertions			
PUBLIC N BEFORE THE STATE COMMISSION OF THE COLMMISSION OF THE TO THE MATTER OF TH COLT ENERGY, INC. F TO THE 10-VEAR TIM K.A.R. 82-3-111 FOR WELL LOCATED IN TH NE44 OF SECTION SOUTH, RANGE 17 EA COUNTY, KANSAS DOCKET NO. 19-CONS- CONSERVATION DIVISI LICENSE NO. 5150 NOTICE OF PENDING A TO: All OII & Gas P Mineral Interest Owner all persons whosover of YOU, and each of you, that Colt Energy, Inc. h tion for an exception t limitation of K.A.R. 82- 6-7 well located in the of the Southeast Quarte Quarter of the Northea tion 7, Township 34 East, Montgomery Cou 15-125-31754. YOU are further notifie ten protest is received 1 ration Commission w days after publication Application in this mat by administrative appr day period. Any such mailed to the State Of Sion of the State of Ka Division, 266 North Wichita, Kansas, 67202 cant at the address shov All parties in any wise in cerned shall take notice and govern themselves : Colt Energy, Inc. Deborah L. Ballard 6299 Nall Avenue, Suite Mission, KS 66202 913-236-0016	OTICE CORPORATION STATE OF KANSAS IE APPLICATION OF OR AN EXCEPTION TE LIMITATION OF A TS PLUTE 6-7 E NW/4 SEV4 SW/4 7, TOWNSHIP 34 ST, MONTGOMERY 3267-CEXC ION PPLICATION: oducers, Unleased s, Landowners and concerned. are hereby notified as filed an Applica- to the ten-year time 3-111 for the Plute Northwest Quarter or of the Southwest ist Quarter of Sec- South, Range 17 nty, Kansas, API # d that unless writ- by the State Corpo- rithin filteen (15) of this Notice, the ter will be granted oval after said 15- protest should be proration Commis- nsas, Conservation Main, Suite 220, 2, and to the Appli- vn.		County of Dale Seiwer sworn, dep Record Cler newspaper County of having a ge basis in newspaper uninterrupted more than publication mentioned, been entere at the Unite Kansas, and trade, religio that a noti attached wa entire Morni Eagle from 2/	sue of: 02 EKANSAS) Sedgwick) t, of lawful agoseth and si k of The Wick bublished in the Sedgwick, State and paid circo said Courrie has been ly published in one year proper of the ne and which said ne bus or fraterno ce of a true s published in s published in ce of a true	aith: Tha hita Eagle e Of Ka culation of ty, whi continuou n said C orior to otice h id newsp class m Office in ewspaper al public e copy n the re- said The said The said The said the	at he e, a o of Wic nsas, on a o ch s usly County the ereina paper ail ma n Wic is no ation is he gular e Wic penalty	

Notary Public Sedgwick County, Kansas

JENNIFER RAE BAILEY Notary Public - State of Kansas My Appt. Expires (0/4/2011

Affidavit of Publication

STATE OF KANSAS

Montgomery County, ss: Alana Justice, being first duly sworn, deposes and says: That she is the Advertising Manager of the

Independence Daily Reporter

a daily newspaper printed in the state of Kansas, and published in and of general circulation in Montgomery County, Kansas, with a general paid circulation on a daily basis in Montgomery County, Kansas, and that said newspaper is not a trade, religious or fraternal publication.

Said newspaper is published daily at least weekly 50 times a year, 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 Independence 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 1 time on February 16, 2019

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Subscribed to and sworn before me on this 18th day of February, 2019. Printer's fee: \$34.76

Notary Public

My commission expires August 9, 2021

TRACY D. HARDER Notary Public - State of Kansas My Appt. Expires

(First published in the Independence Daily Reporter February 16, 2019) BEFORE THE STATE COR-PORATION COMMISSION OF THE STATE OF KANSAS IN THE MATTER OF THE APPLICA-TION OF COLT ENERGY, INC. FOR AN EXCEPTION TO THE 10-YEAR TIME LIMITATION OF K.A.R. 82-3-111 FOR ITS PLUTE 6-7 WELL LO-CATED IN THE NW/4 SE/4 SW/4 NE/4 OF SECTION 7, TOWNSHIP 34 SOUTH, RANGE 17 EAST, MONT-GOMERY COUNTY, KANSAS DOCKET NO. 19-CONS-3267-CEXC CONSERVATION DIVISION LICENSE NO. 5150 NOTICE OF PENDING APPLICATION: To: All Oil & Gas Producers, Un-

To: All Oil & Gas Producers, Un-leased Mineral Interest Owners, Landowners and all persons whoso-

Landowners and all persons whoso-ever concerned. YOU, and each of you, are hereby no-tified that Colt Energy, Inc. has filed an Application for an exception to the ten-year time limitation of K.A.R. 82-3-111 for the Plute 6-7 well lo-cated in the Northwest Quarter of the Southeast Quarter of the South-west Quarter of the Northeast Quar-ter of Section 7, Township 34 South, Range 17 East, Montgomery County, Kansas, API # 15-125-31754. YOU are further notified that un-less written protest is received by

less written protest is received by the State Corporation Commission within fifteen [15] days after publi-cation of this Notice, the Application in this matter will be granted by ad-ministrative approval after said 15-

day period. Any such protest should be mailed to the State Corporation Commission of the State of Kansas, Conservation Division, 266 North Main, Suite 220, Wichita, Kansas, 67202, and to the Applicant at the address shown.

aduress shown. All parties in any wise interested or concerned shall take notice of the foregoing and govern themselves ac-cordingly.

February 16, 2019