THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners:

Dwight D. Keen, Chairman

Shari Feist Albrecht Jay Scott Emler

In the matter of the application of Berexco)	Docket No. 19-CONS-3295-CEXC
LLC for an exception to the 10-year)	
time limitation of K.A.R. 82-3-111 for its)	
Daryl #2-29 well located in the)	
SW NW SE of Sec 29, T22S, R33W, Finney)	CONSERVATION DIVISION
County, Kansas)	
	_)	License No.: 34318

APPLICATION

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

- 1. Operator is a corporation authorized to do business in the State of Kansas. Operator's address is 2020 N. Bramblewood, Wichita, Kansas 67206.
- 2. Operator has been issued by the Kansas Corporation Commission Operator's License #34318, which expires on October 30, 2019.
- 3. Operator is the owner and operator of the Daryl #2-29 well, API #15-055-21939-00-00 ("the subject well"), which is located in the Southwest Quarter of the Northwest Quarter of the Southeast Quarter of Section 29, Township 22 South, Range 33 West, Finney County, Kansas. The subject well comprises the following lands:

North Half of the Southeast Quarter of Section 29, Township 22 South, Range 33 West, Finney County, Kansas, containing 80 acres, more or less ("leased premises").

- 4. Pursuant to K.A.R. 82-3-111, Operator obtained temporary abandonment status for the subject well on January 26th, 2009. The subject well has maintained such status from January, 2009, to the present date.
- 5. On February 12, 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.
- 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 such an exception.
- 7. The subject well demonstrates mechanical integrity as evidenced by a successful mechanical integrity test taken and witnessed by Kansas Corporation Commission staff on March 11th, 2019.
- 8. Operator is holding the subject well for use as an injection well in future secondary recovery operations in the area and for possible stimulation of existing producing zones. Estimated cost to convert the subject well to injection is \$85,000. Estimated cost to stimulate current producing zones is \$60,000
- 9. Operator 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.
- 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 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, Operator prays that this matter be set for hearing, and upon hearing, that

the Commission grant Operator's request for an exception to the 10-year limitation during which

wells may be temporarily abandoned pursuant to K.A.R. 82-3-111 so as to allow the subject

wells to remain temporarily abandoned for 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.

Respectfully Submitted,

Brett Blazer 2020 N. Bramblewood Wichita, KS 67206 316-265-3311

Fax #316-681-4722

y: Signature of Submitter

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VERIFICATION

STATE OF KANSAS)	
COUNTY OF SEDGWICK)	SS:
Brett Blazer, of lawful age,	, being firs	t duly sworn, upon oath states:
That he has the authority	on behalf	f of Operator to file this application, has read the
application, knows the contents, a	nd knows	all of the statements in the application are true and
correct.		
Signature of Submitter Subscribed and sworn to before me this _13 th _ day of _March, 2019.		
My appointment expires:	Mance of the	JESSE FENDORF NOTARY PUBLIC STATE OF KANSAS My Appt. Exp. 12-16-20

CERTIFICATE OF SERVICE

I hereby certify on this _13th_ day of ___March___, 2019, true 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 11 of said Application and each party set forth in Exhibit "A" attached to said Application filed by Operator, and a digital scan of the application was delivered electronically to the Kansas Corporation Commission.

Rame of Signed

EXHIBIT A

Daryl #2-29

Berexco LLC 2020 N. Bramblewood Wichita, KS 67206

Hartman Oil Co., Inc. 10500 E. Berkeley Sq. Parkway, Suite 100 Wichita, KS 67206

YMC Royalty Company, LP 3501 Allen Parkway Houston, TX 77019

Scout Energy Management, LLC 4901 LBJ Freeway, Suite 300 Dallas, TX 75244

JEFCO Investments, LLC 409 Campus Drive Garden City, KS 67846-6158

Continental Energy P. O. Box 918 Garden City, KS 67846

Anadarko E&P Onshore LLC P. O. Box 730875 Dallas, TX 75373-0875

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 Daryl #2-29 well, located in Finney 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 Daryl #2-29, located in the SW NW SE of Section 29-22S-33W, Finney 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

