

THE STATE CORPORATION COMMISSION  
OF THE STATE OF KANSAS

Before Commissioners: Shari Feist Albrecht, Chairman

Jay Scott Emler,  
Pat Apple

16-CONS-3783-CEXC

In the matter of the Application of Apollo Energies, Inc.	)	Docket No. 16-CONS-XXX-XXX--
for an exception to the 10-year time limitation of	)	
K.A.R. 82-3-111 for its	)	CONSERVATION DIVISION
Mildred Arnold #2-35 well located in the NE SW	)	
of Section 35, Township 27 South, Range 8	)	License No.: 30481
West, Kingman County, Kansas.	)	
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APPLICATION

COMES NOW Apollo Energies, Inc. ("Applicant") in support of its Application in the captioned matter and states as follows:

1. Applicant is a corporation authorized to do business in the State of Kansas  
Applicant's address is 10378 North US Highway 281, in Pratt, Kansas.
2. Applicant has been issued by the Kansas Corporation Commission Operator's License 30481, which expires on August 31<sup>st</sup> of 2016.
3. Applicant is the owner and operator of the Mildred Arnold well #2-35, 15-095-20684-0000 ("the subject well"), which is located in the Northeast of the Southwest Quarter of Section 35, Township 27 South, Range 8 West, Kingman County, Kansas. The subject well is located on an active oil and gas lease or unit comprising the following lands: Southwest Quarter of Section 35, Township 27 South, Range 8 West of the 6<sup>th</sup> P.M., Kingman County, Kansas, containing 160 acres, more or less.
4. Pursuant to K.A.R. 82-3-111, the well was shut in, or Applicant obtained temporary abandonment status, for the subject well in 2006. The subject well has maintained such status from 2006, to the present date.

5. On or about January 6<sup>th</sup> of 2016, the Kansas Corporation Commission notified Applicant temporary abandonment status for the subject well would be denied from and after January 6<sup>th</sup> of 2016, 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.
7. On February 1<sup>st</sup> of 2016, 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: We plan to hold the subject well, Mildred Arnold #2-35 as a replacement Salt Water Disposal for the producing well on the lease.
9. Applicant submits the following information regarding the well in support of the Application: There are two wells on the lease: #1-35 is an oil well. The #2-35 is an Oil well, for which we are requesting the 10-year extension.
10. 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

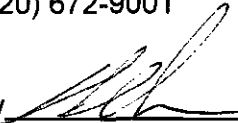
B. Each person who owns any mineral interest of record in and under any lands located within one-half (1/2) mile radius of subject well (provided that such mineral interest is not covered by any oil and gas lease).

13. 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 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,  
Chris Nelson  
10378 North US Highway 281  
Pratt, KS 67124  
(620) 672-9001

By

A handwritten signature in black ink, appearing to read "Chris Nelson", is written over a horizontal line.

Chris Nelson

### CERTIFICATE OF SERVICE

I hereby certify on this 8<sup>th</sup> day of February, 2016, 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 14 of said Application and each party set forth in Exhibit "A" attached to said Application filed by Applicant, and the original eFiled to the Kansas Corporation Commission.

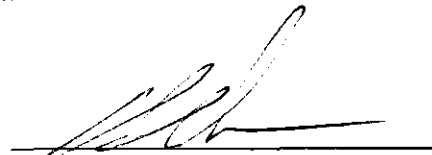
  
Chris Nelson

Exhibit "A"

Oil and Gas operators;

APOLLO ENERGIES, INC.  
10378 N. US HWY 281  
PRATT, KS 67124

Oil and Gas operator within ½ mile:

NORTHSTAR INVESTMENTS, INC.  
13735 PINNACLE  
WICHITA, KS 67230

Mineral interest owners of record;

APOLLO ENERGIES, INC.  
10378 N. US HWY 281  
PRATT, KS 67124

ARNOLD OIL COMPANY  
PO BOX 267  
KINGMAN, KS 67068-0267

ARNOLD, STEPHEN & THERESE  
2118 N TEAL BROOK CT  
WICHITA, KS 67235-1527

STEWART, JAMES M REV TR  
7373 E 29<sup>TH</sup> ST NW 230  
WICHITA, KS 67226

