## DEC 1 2 2016

CONSERVATION DIVISION WICHITA, KS

#### 2016.12.13 07:57:37 Kansas Corporation Commission /S/ Amy L. Green

### BEFORE THE CORPORATION COMMISSION OF THE STATE OF KANSAS

**BEFORE COMMISSIONERS:** 

Jay Scott Emler, Chairman Shari Feist Albrecht Pat Apple

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IN THE MATTER OF THE APPLICATION OF NORSTAR PETROLEUM INC., FOR AUTHORIZATION TO IMPOSE A VACUUM ON ITS HUME BROS LEASE LOCATED IN THE NW/4 OF SECTION 34, TOWNSHIP 29 SOUTH, RANGE 41 WEST, STANTON COUNTY, KANSAS

DOCKET NO. 17-CONS-3403-CVAC

LICENSE NO. 31652

CONSERVATION DIVISION

## **APPLICATION**

COMES NOW Norstar Petroleum Inc., ("Applicant") in support of its application and in the captioned matter states as follows:

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

Applicant's address is 88 Inverness Cir E, Unit F104, Englewood, Colorado 80112-5514.

2. Applicant has been issued license no. 31652 by the Commission, which license expires on March 30, 2017 and at present time is in full force and effect.

3. Applicant is the owner and operator of the Hume Bros lease ("the Subject Lease"), which consists of the following three wells: BFC Hume Bros #1-34, API# 15-187-20904, 660' FNL 660' FWL; CHT Hume Bros #2-34, API# 15-187-21209, 1980' FNL, 660' FWL; and CHT Hume Bros #3-34, API# 15-187-21235, 1485' FNL, 1543' FWL. The Subject Lease consists of the NW/4 of Section 34, Township 29 South, Range 41 West, and all three wells on the Subject Lease produce out of the Lower Morrow Keyes Sand formation. The Subject Lease is not located

within any field which has been unitized for secondary recovery operations pursuant to K.S.A. 55-

1301, et seq., or other lawful means, or in which the Lower Morrow Keyes Sand formation is subject to spacing or production requirements of any proration order issued by the Commission.

4. Attached hereto, marked Exhibit "A", and made a part hereof, is a plat showing the location of all producing, injection, temporarily abandoned, abandoned and plugged wells located on the Subject Lease and all offset wells within one-half mile radius of the proposed vacuum wells on the Subject Lease and their operator's names.

5. The subject wells have declined to the point where they will become uneconomic in the near future. Additionally, in order to protect correlative rights and prevent hydrocarbon waste, it is necessary to install compression to extend the life of the wells and to remain competitive with offset operators. Area experience has shown that operating these wells, which all produce from the same common source of supply, under vacuum has increased production and reserves. Applicant is not seeking permission to install a high-volume pump, as defined in K.A.R. 82-3-131, on the Subject Lease.

6. The estimated maximum daily production resulting from the imposition of a vacuum on the subject well is as follows:

Gas: 40 mcfpd

Oil: 15 bopd

Water: 6 bwpd

7. The estimated remaining recoverable hydrocarbon reserves of the oil and gas lease upon which the subject wells are located are 28 mmcf of gas and 10.4 mbbl of oil.

8. The subject wells will be operated, produced and tested in compliance with the Commission's General Rules and Regulations for the Conservation of Crude Oil and Natural Gas (K.A.R. 82-3-100, et seq.), thereby not violating the rights of others. Applicant will take reasonable

safeguards and precautions applicable to the imposition of pressures less than zero.

9. To the extent known or reasonably ascertainable by Applicant, listed in Exhibit "B", attached hereto, are the names and addresses of the following persons:

- A. Each operator of each oil and gas lease covering lands within one-half mile radius of the subject wells; and
- B. Each person who owns any mineral interest of record in and under any lands
  located within one-half mile radius of the subject wells (provided that such
  mineral interest is not covered by any oil and gas lease).

10. Notice of the Application will be provided to all persons entitled thereto under K.A.R. 82-3-135a(b) and (d) and is, therefore, lawful and proper in all respects. In these regards, notice of the Application, by mailing a copy of the Notice of Pending Application with a copy of this Application by first class mail to each person listed on Exhibit "B", has been accomplished contemporaneously with the filing of this Application, and the Notice of Pending Application will be published pursuant to K.A.R. 82-3-135d.

WHEREFORE, Operator 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 Operator's request to impose a vacuum on the subject wells in accordance with the laws of the State of Kansas and the rules, regulations, and orders of this Commission.

Respectfully submitted, By:

Brady Pfeiffer Petroleum Engineer

Norstar Petroleum Inc. 88 Inverness Cir E, Unit F104 Englewood, CO 80112

### **CERTIFCATE OF SERVICE**

I hereby certify on this 8<sup>th</sup> day of December, 2016, true and correct copies of the above and foregoing Application and the Notice of Application by Norstar Petroleum Inc. were served by depositing copies of the same in the United States Mail, postage prepaid, and properly addressed to the following persons:

White Exploration 1635 N Waterfront Pkwy, Ste 100 Wichita, KS 67206

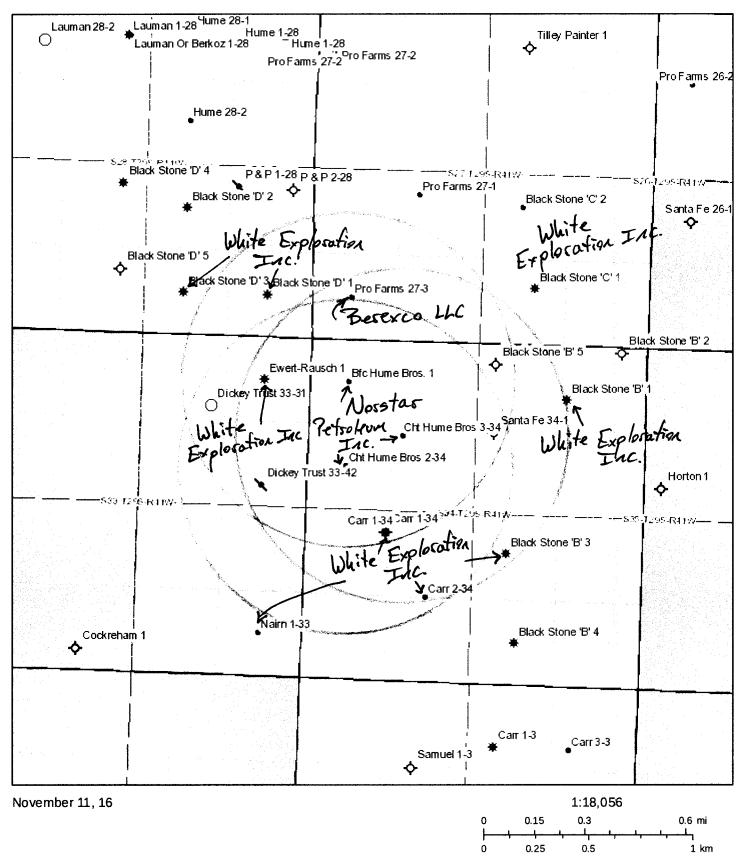
Berexco LLC 2020 N Bramblewood Wichita, KS 67206-1094

and the original and seven (7) copies were mailed to the Kansas Corporation Commission.

Brady Pfeiffer Petroleum Engineer

Norstar Petroleum Inc. 88 Inverness Cir E, Unit F104 Englewood, CO 80112

# Exhibit "A"



Sources: Esri, HERE, DeLorme, Intermap, increment P Corp., GEBCO, USGS, FAO, NPS, NRCAN, GeoBase, IGN, Kadaster NL, Ordnance Survey, Esri Japan, METI, Esri China (Hong Kong), swisstopo, MapmyIndia, © OpenStreetMap contributors, and the GIS User Community None

# Exhibit "B" – Lease Description, Offset Operators, And Unleased Mineral Owners

The Hume Bros lease is comprised of the following 160 acres: NW/4 Section 34, Township

29 South, Range 41 West.

Offset Operators and Unleased Mineral Owners within one-half mile of Hume Bros wells:

White Exploration 1635 N Waterfront Pkwy, Ste 100 Wichita, KS 67206 SE/4 Sec. 27, SE/4 Sec. 28, E/2 Sec. 33, E/2 and SW/4 Sec. 34 – T29S – R41W

Berexco LLC 2020 N Bramblewood Wichita, KS 67206-1094 SW/4 Sec. 27 – T29S – R41W





## **LEGAL PROOF OF PUBLICATION**

Account #	Ad Number	Identification	PO	Amount	Cols	Lines
454086	0002782334	Published in the Wichita Eagle November 15, 201		\$176.60	1	49
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Notary P olic Sedgwick County, Kansas JENNIFER RAE BAILEY Notary Public - State of Kansas My Appt. Expires Q (4/2017

Filley the 17th day of Novem-

# **AFFIDAVIT OF PUBLICATION**

Legal P

(First published in The Johnson

BEFORE THE STATE CORPORATION

COMMISSION OF THE STATE OF KANSAS

Norstar Petroleum Inc. - Application for vacuum operations on Number of has realized in starting Court, Namas.

All Oli and Gas Producers, Unleased Mineral Interest Owners,

You, and each of you, are hereby notified that Norstar Petroleum

NOTICE OF FILING APPLICATION

Landowners, and all persons, whomever concerned.

Inc. will file an application to request vacuum operations on the Hume Broa lease located in the NW/4 of Section 34, Township 29 South, Range 41 West, misjand to build the state weat board on the Hume Bros lease (BFC Hume Bros #134, API# 15-187-20804; CHT Hume Bros #2-34, API#

15-187-21209 and CHT burne Bros #2-84, API# 15-187-21235) all produce Rom the Lower Mondow Reyes Sandstone formation. The vacuum operations

will commence immediately pending the approval of the KCC and will con-

Any persons who object to or protest this application shall be re-quired to file their objections of protests with the Opineervalion Division of the State Corpetation Commission of the States Karass within inteen (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 would be detrimented to natural resources of the state of Kansas. All persons interested or concerned shall take notice of the forego-

Norstar Petroleum, Inc. 88 Invernese Cir E, Unit F104 Englewood, CO 80112 (303) 925-0696

ing and shell govern themselves accordingly. A contract of 1.2 10 a

ber, 2016) 1T

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tinue indefinitely.

### STATE OF KANSAS COUNTY OF STANTON

Ronda Ford being first duly sworn, deposes and says: That she is publisher of THE JOHN-SON PIONEER, a weekly newspaper printed in the State of Kansas, and published in and of general circulation in Stanton County, Kansas, with a general paid circulation on a weekly basis in Stanton County, Kansas, and that said newspaper is not a trade, religious or fraternal publication.

Said newspaper is a weekly, published at least weekly 50 times a year; has been so 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 Johnson 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 for \_\_\_\_ consecutive weeks, the first publication thereof being made as aforesald on the  $\frac{7}{7}$ 

(11). 1 (20 16 with day of subsequent publications being made on the following dates:

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(Sign)

witness my hand this day of 20

#### SUBSCRIBED AND SWORN to before me this

Or day of De My commission expires BONNIE C. MONTOYA 4 Notary Public Publication Fe My Appt. Expires