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CONSERVATION DIVISION WICHITA, KS

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 EASTERN KANSAS OPERATING, LLC, FOR AUTHORIZATION TO IMPOSE A VACUUM ON ITS SOMEDAY 32-12 LEASE LOCATED IN SECTION 12, TOWNSHIP 16 SOUTH, RANGE 4E,) MIAMI COUNTY, KANSAS

DOCKET NO. 18-CODS - 3358-CV 3C

LICENSE NO. 34971

CONSERVATION DIVISION

APPLICATION

COMES NOW Eastern Kansas Operating, LLC ("Applicant") in support of its application and in the above captioned matter states as follows:

Applicant is a Kansas Corporation licensed to do business in the State of Kansas.

Applicant's address is 2221 W. Baseline Road, Ste 101, Tempe, AZ 85283.

2. Applicant has been issued license no. 34971 by the Commission, which license expires on September 30, 2018 and at present time is in full force and effect.

3. Applicant is the operator of the Someday 32-12 Lease ("the Subject Lease"),

located in Section 12, Township 16S, Range 4E, which consists of a well shown and described in attached Exhibit "A", and made a part hereof, and a map showing the location of all producing, injection and temporarily abandoned wells located on the Subject Lease. There are no offset wells with separate operators within a one-half mile radius of the proposed vacuum well on the Subject Lease. The well on the Subject Lease produce from the Bartlesville group. The Subject Lease is not located within any field

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2018-01-03 08:33:23 Kansas Corporation Commission /s/ Lynn M. Retz which has been unitized for secondary recovery operations pursuant to K.S.A. 55-1301, et seq., or other lawful means, or in which any formation is subject to spacing to production requirements of any proration order issued by the Commission. The one (1) well where vacuum is requested is Someday 32-12, API# 1227526, 330' FNL, 3140' FEL in Miami County Kanas.

The subject well, shallow and with very low bottom-hole pressure, have declined to a point where they will become uneconomic in the very near future. In order to prevent hydrocarbon waste, it is necessary to install vacuum to extend the life of the well. Well tests have shown that operating these wells under vacuum increases 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.

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

Gas: 40 Mcf/day

Oil: 0

Water: 200 bwpd

5. The estimated remaining recoverable hydrocarbon reserves of the lease upon which the well is located is 70 MMcf of natural gas.

6. The subject well 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. 83-3-100, 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.

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7. To the extent known or reasonably ascertainable by Applicant, the following are listed in Exhibit "B" attached hereto:

a. Operators of oil and gas leases covering lands within one-half mile radius of the subject well: There are none.

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

8. 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 by granted <u>administratively</u> without a hearing, or in the alternative be set for hearing, and upon hearing that the Commission grants Operator's request to impose a vacuum on the subject lease in accordance with the laws of the State of Kansas and the rules, regulations, and orders of this Commission. Respectfully submitted,

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Steven Robson Eastern Kansas Operating, LLC 2221 W. Baseline Road, Ste 101 Tempe, AZ 85283

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CERTIFICATE OF SERVICE

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I hereby certify on this <u>234</u> day of December, 2017, true and correct copies of the above and foregoing Application and Notice of Application by Eastern Kanas Operation, LLC were served by depositing copies of the same in the United States Mail, postage prepaid, and properly addressed to those persons listed on Exhibit "B", and the original and seven (7) copies were mailed to the Kansas Corporation Commission.

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James Osborn, Consultant Eastern Kansas Operating, LLC 2221 W. Baseline Road, Ste 101 Tempe, AZ 85283

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Exhibit "A" – Lease Description, Offset Operators, and Unleased Mineral Owners

Eastern Kansas Operating, LLC Someday 32-12 lease is located in Section 12,

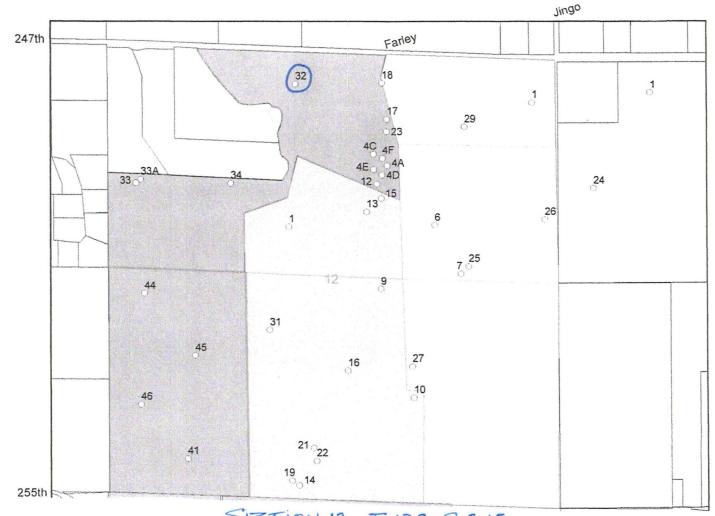
Township 16S, Range 4E, in Miami County, Kansas.

There are no Offset Operators.

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Calvin Roberts	David & Gail Barker	Ronald & Mary Bradbury
25098 Barton Street	W 247 th Street	25119 Barton St.
Bucyrus, KS 66013	Bucyrus, KS 66013	Bucyrus, KS 66013
Darrin & Vanessa Barder	Kevan & Deb Fouts	Vincent & Jeanne Ramirez
8960 W. 255 th St	11740 W. 255 th St	1130 W. 247 th Ste
Louisburg, KS 66053	Louisburg, KS 66053	Bucyrus, KS 66013
Doug & Dana Peuser Trusts	James and Casandra Carpenter	Lester Bell
10991 W. 247 th St	24963 Barton St.	25131 Barton St.
Bucyrus, KS 66013	Bucyrus, KS 66013	Bucyrus, KS 66013
Darrell & Regina York	Robert Wood	Scott & Tanya Jensen
25049 Barton Street	25087 Barton St	25303 Quivira
Bucyrus, KS 66013	Bucyrus, KS 66013	Louisburg, KS 66053
G&W	Nate Apple Concrete Inc	Denise & Gerald Rittinghouse
25740 Jingo Road	9082 W. 255 th Street	8996 W. 255 th Street
Louisburg, KS 66053	Louisburg, KS 66053	Louisburg, KS 66053

See attached Exhibit "B"

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SECTION 12, T-135, R-24E

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