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- 3280 -CEXC
LLC for an exception to the 10-year)	·
time limitation of K.A.R. 82-3-111 for its)	
Halling B #6 well located in the)	CONSERVATION DIVISION
NE NW SW of Sec 14, T30S, R22W)	
Clark County, Kansas)	
		License No.: 34318

APPLICATION

COMES NOW Berexco LLC ("Operator") in support of 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 Halling B #6 well, API #15-025-20748 which it located in the Northeast Quarter of the Northwest Quarter of the Southwest Quarter of Section 14, Township 30 South, Range 22 West, Clark County, Kansas. The subject well is located on an active oil and gas lease comprising the following lands:

Halling B Lease – All of Section 14, Township 30S, Range 22 West, Clark County, Kansas, containing 640 acres, more or less ("leased premises").

- 4. Pursuant to K.A.R. 82-3-111, temporary abandonment status for the subject well was obtained in February, 2009. The subject well has maintained such status from that date to the present date.
- 5. On December 26, 2018, 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 has demonstrated mechanical integrity, as evidenced by passage of a mechanical integrity test done February 15, 2019, which was witnessed by a member of the Kansas Corporation Commission staff.
- 8. Operator is holding the subject well for use in future secondary recovery operations in the Morrow zone on its Halling B lease. An estimated 25,000 BO could be produced from this well as a result of secondary operations. Plugging the subject well would result in economic waste associated with the expense of re-drilling the location for a producing well in a future waterflood. Estimated cost to return the well to production is \$75,000; estimated cost to plug and abandon the subject well is \$25,000.
- 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 well may be temporarily abandoned pursuant to K.A.R. 82-3-111 so as to allow the subject well 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

By: Ref 19/2 Signature of Submitter

VERIFICATION

STATE OF KANSAS COUNTY OF SEDGWICK)) ss:)
Brett Blazer, of lawful age, be	ing first duly sworn, upon oath states:
That he has the authority on behalf o	of Operator to file this application, has read the application
knows the contents, and knows all of	the statements in the application are true and correct.
	Signature of Submitter
Subscribed and sworn to before	re me this <u>12th</u> day of <u>April</u> , 2019.
A JANICE M. SCHRADER Notary Public - State of Kansus My Appt. Expires 04-09-203 My appointment expires:	Journe M. Schweder Motary Public

CERTIFICATE OF SERVICE

I hereby certify on this <u>12th</u> day of <u>April</u>, 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 each of the unleased mineral owner(s) and operator(s) 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.

Brett Blazer

EXHIBIT A

Berexco LLC. 2020 N. Bramblewood Wichita, KS 67206

Randy & Susan M. Kirk Todd & Gena Kirk 475 CR 26 Bucklin, KS 67834-3501

Martha Schneider 1231 Vista Del Juez San Antonio, TX 78216-1781

OYK LLC 12043 10th Ave. Mullinville, KS 67109-7168

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 Halling B #6, located in Clark County, Kansas.

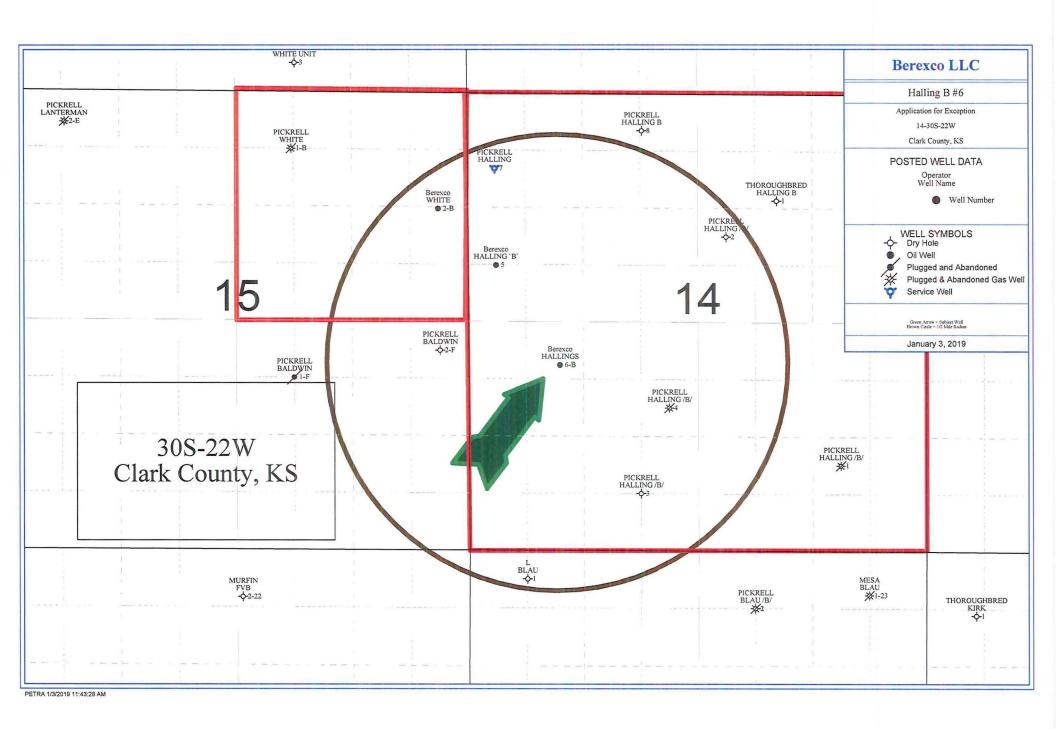
TO: All Oil & Gas Producers, Unleased Mineral Interest Owners, Landowners, and all persons whomever concerned.

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 Halling B #6, located in the NE NW SW of Section 14-30S-22W, Clark 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 St. Wichita, Kansas 67206 316-265-3311







LEGAL PROOF OF PUBLICATION

Account #	Ad Number	Identification	PO	Amount	Cols	Lines
455429	0004024594	BEREXCO LLC Published in the Wichita Eagle o		\$176.60	1	49

Attention: Brett Blazer

BEREXCO LLC 2020 NO. BRAMBLEWOOD WICHITA, KS 67206

LEGAL PUBLICATION

BEREXCOLLC BEREXCO LLC
Published in the Wichila Eagle on
January 5,2019 (4024594)
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 lime limitation of K.A.R.
82-3-111 for the Halling B #6, located in Clark
County, Kansas.

County, Kansas,
TO: All Oil & Gas Producers, Unleased Mineral
Inleres! 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 Halling B #6, located in the NE NW SW of Section 14-305-20W, Clark County, Kansas, Any persons who object to or profest this application shall be required to file their objections or profest 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 profests 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 International Internation

2020 N. Bramblewood SI. Wichila, Kansas 67206 316-265-3311

In The STATE OF KANSAS In and for the County of Sedgwick AFFIDAVIT OF PUBLICATION

Insertions

Beginning issue of:

01/05/2019

Ending issue of:

01/05/2019

STATE OF KANSAS)

.ss

County of Sedgwick)

Dale Seiwert, of lawful age, being first duly sworn, deposeth and saith: That he is Record Clerk of The Wichita Eagle, a daily newspaper published in the City of Wichita, County of Sedgwick, State of Kansas, and having a general paid circulation on a daily basis said County, newspaper has been continuously uninterruptedly published in said County for more than one year prior to the publication of the notice hereinafter mentioned, and which said newspaper has been entered as second class mail matter at the United States Post Office in Wichita, Kansas, and which said newspaper is not a trade, religious or fraternal publication and that a notice of a true copy is hereto attached was published in the regular and entire Morning issue of said The Wichita Eagle from 1/5/2019 to 01/05/2019.

I certify (or declare) under the penalty of perjury that the foregoing is true and correct.

(Signature of Principal Clerk)

DATED: 1/7/2019

Rublic Sedgwick County, Kansas

JENNIFER RAE BAILEY Notary Public - State of Kansas My Appt. Expires 6