

OCT 17 2019

CONSERVATION DIVISION  
WICHITA, KS

**THE STATE CORPORATION COMMISSION  
OF THE STATE OF KANSAS**

In the matter of the Application of Colt Energy, Inc.) Docket No. <sup>20</sup>~~19~~-CONS-<sup>3113</sup>\_\_\_\_-CEXC  
 for an exception to the 10-year time limitation of )  
 K.A.R. 82-3-111 for its David W. Hinkle 1-1 well )  
 located in the SW/4 of the NW/4 of Section 1, ) CONSERVATION DIVISION  
 Township 32 South, Range 17 East, Labette )  
 County, Kansas. )  
 \_\_\_\_\_ ) License No.: 5150

**APPLICATION**

COMES NOW Colt Energy, 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 PO Box 388, Iola, KS 66749.

2. Applicant has been issued by the Kansas Corporation Commission Operator's License 5150, which expires on June 30, 2020.

3. Applicant is the owner and operator of the David W. Hinkle well, API

Number 15-099-23472 ("the subject well"), which is located in the Southwest Quarter of the Northwest Quarter of Section 1, Township 32 South, Range 17 East, Labette County, Kansas.

The subject well is located on an active oil and gas lease or unit comprising the following lands:

W/2 NW/4, also described as Lot 4 (40.27 acres), and the SW/4 NW/4 in Section 1, Township 32 South, Range 17 East, Labette County, Kansas, containing 80.27 acres, more or less ("leased premises").

4. Pursuant to K.A.R. 82-3-111, the well was shut in, or Applicant obtained temporary abandonment status, for the subject well on June 30, 2016. The subject well has maintained such status from June 30, 2016 to June 6, 2019.

5. On or about May 28, 2019, the Kansas Corporation Commission notified Applicant temporary abandonment status for the subject well would be denied from and after June 6, 2019, 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 October 8, 2019, 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: gas production.
9. Applicant submits the following information regarding the well in support of the Application.
  - a This is currently the only well on the lease.
  - b The estimated cost to plug the David W. Hinkle 1-1 well is \$4,500.
  - c The well has never been completed.
  - d There is an estimated recovery of 150,000 MCF based on offsetting production.
  - e The well has been drilled, cemented, and has not been completed. In order to produce gas from the well, the gas gathering line and electric lines will have to be constructed to the well bore. The coal seams in the well will have to be perforated and coal zones stimulated.

f The estimated cost to commence gas production is \$50,000.

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).

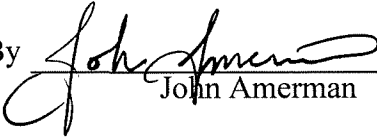
13. Notice of this Application will be published pursuant to K.A.R. 82-3-135a. In addition, notice of the hearing to be held in this matter will be provided as prescribed by K.A.R. 82-3-135.

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.

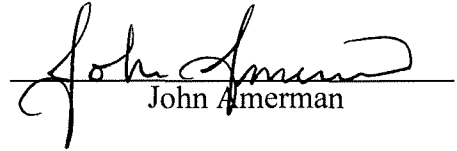
Respectfully Submitted,

Colt Energy, Inc.  
PO Box 388, Iola, KS 66749  
913-236-0016

By  \_\_\_\_\_  
John Amerman

**CERTIFICATE OF SERVICE**

I hereby certify on this 10<sup>th</sup> day of October, 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 14 of said Application and each party set forth in Exhibit "A" attached to said Application filed by Applicant, and the original and seven (7) copies were hand delivered to the Kansas Corporation Commission.

  
John Amerman

**Exhibit "A"**

David W. Hinkle & Michelle R. Hinkle, 300 Quail Run, Altamont KS 67330

Earnest Douglas Seifert & Leslie Rhea Seifert, 130 2000 Rd., Cherryvale KS 67335

Earnest Douglas Seifert, 65500 E. 40 Rd., Quapaw OK 74363

Trigger Partners LLC, 4122 S. Birmingham Ave., Tulsa OK 74105

Robert A. King, 929 E. 11<sup>th</sup>, Cherryvale KS 67335

Mark Myers & Rita Myers, 15018 Elk Rd., Mound Valley KS 67354

Arlene L. Kennedy & Don Kennedy, 254 20000 Rd., Cherryvale KS 67335

Nancy Trotter & Ruth Trotter, 2595 CR 6200, Elk City KS 67344

Barbara Jean Cook, 124 Coyote Creek Rd., Lavina MT 59046

Michael Allen Koehn & H.W. Brimm, 239 21000 Rd., Cherryvale KS 67335

Joyce K. Johnson & Jason L. Johnson, 269 21000 Rd., Lot A, Cherryvale KS 67335

Larry March, 22057 Chase Rd., Cherryvale KS 67335

### Legend

#### Oil and Gas Wells

##### Oil and Gas Wells

- Coal Bed Methane
- Coal Bed Methane, Plugged-Abandoned
- Dry and Abandoned
- Enhanced Oil Recovery
- Enhanced Oil Recovery, Plugged-Abandoned
- Gas
- Gas, Plugged-Abandoned
- Injection
- Injection, Plugged-Abandoned
- Intent
- Location
- Oil and Gas
- Oil and Gas, Plugged-Abandoned
- Oil
- Oil, Plugged-Abandoned
- Other
- Other, Plugged-Abandoned
- Salt Water Disposal
- Salt Water Disposal, Plugged-Abandoned

