# BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

IN THE MATTER OF THE APPLICATION	DOCKET NO. 26-CONS-3050 -CEXC
OF MERIT ENERGY COMPANY, LLC,	)
FOR AN EXCEPTION TO THE 10-YEAR	)
TIME LIMITATION OF K.A.R. 82-3-111	) CONSERVATION DIVISION
FOR ITS HJV ANADARKO D 1 WELL IN	)
THE NORTHWEST QUARTER OF THE	)
SOUTHEAST QUARTER OF THE	) LICENSE NO. 32446
NORTHWEST QUARTER OF SECTION	)
28, TOWNSHIP 29 SOUTH, RANGE 35	)
WEST, GRANT COUNTY, KANSAS.	)
	)

#### **APPLICATION**

COMES NOW, Merit Energy Company ("Merit"), by and through its attorney, Zach K. Wiggins, and in support of its Application in the above captioned matter states as follows:

- 1. Merit is authorized to do business in the State of Kansas, and has a street address of 13727 Noel Road, Suite 1200, Dallas, Texas, 75240.
- 2. The Kansas Corporation Commission has issued Merit operator's license 32446, which expires on May 30, 2026.
- 3. Merit is the owner and operator of the HJV Anadarko D 1 well, which is located in the Northwest Quarter of the Southeast Quarter of the Northwest Quarter of Section 28, Township 29 South, Range 35 West, Grant County, Kansas, API # 15-067-21587-00-00. The subject well is located on an active oil and gas lease or unit comprising the following lands:

Northwest Quarter of Section 28, Township 29 South, Range 35 West, Grant County, Kansas.

- 4. The HJV Anadarko D 1 was originally perforated in the Morrow Formation but was not actively produced and was shut-in as inactive.
- 5. Pursuant to K.A.R. 82-3-111, Merit sought and obtained temporary abandonment status for said well on or about July 26, 2004, April 11, 2019, and June 28, 2025.
- 6. On or about June 5, 2025, the Kansas Corporation Commission notified Merit of the KCC's denial of renewal of temporary abandonment status for the well due to the limitation period of ten (10) years imposed by K.A.R. 82-3-111.
- 7. 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.
- 8. Merit wishes to continue temporary abandonment status for the subject well because Merit intends to use the well complete downhole zones. Merit is currently evaluating new zones as follows: The Chase Formation (2525-2531) and the Chase Formation (2590-2602). The estimated recovery is 500 MMCF at 80 MCFD.
- 9. On July 24, 2025, 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 perforations.
- 10. The only well on the lease is the HJV Anadarko D 1 well. It would cost an estimated Thirty-Five Thousand Dollars (\$35,000.00) to plug this well. There is no current production rate as the HJV Anadarko D 1 well is temporarily abandoned. In order to reactivate the HJV Anadarko D 1 well, it would cost approximately Two

Hundred Thousand Dollars (\$200,000.00) based on current prices. It would cost an estimate of Six Hundred Fifty Thousand Dollars (\$650,000.00) based on current prices to drill and complete a replacement well.

- 11. Merit has included a plat map, attached as Exhibit A, showing the locations of all producing, injection, temporarily abandoned, abandoned and plugged wells located on the same lease premises as the subject well.
- 12. Based on the foregoing, Merit requests the Commission grant an exception to the 10-year limitation, specifically to allow the HJV Anadarko D 1 well to remain eligible for temporary abandonment status for three (3) years following the expiration of 10-year limitation. Merit understands that the exception would be valid for three (3) years, but Merit would still need to apply annually to the Conservation Division District Office for approval of an Application for temporary abandonment status.
- 13. Listed in attached Exhibit B 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 if unleased.
- 14. That the Applicant has sent by regular mail a copy of this Application and Notice of Pending Application to all persons listed on the attached Exhibit B.
  - 15. Notice of this Application will be published pursuant to K.A.R. 82-3-135a.

16. WHEREFORE, Merit 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 Merit's request for an exception to the K.A.R. 82-3-111 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,

MARTIN, PRINGLE, OLIVER, WALLACE & BAUER, L.L.P.

By\_

Zach K. Wiggins

645 East Douglas, Suite 100

Wichita, KS 67202 (316) 265-9311

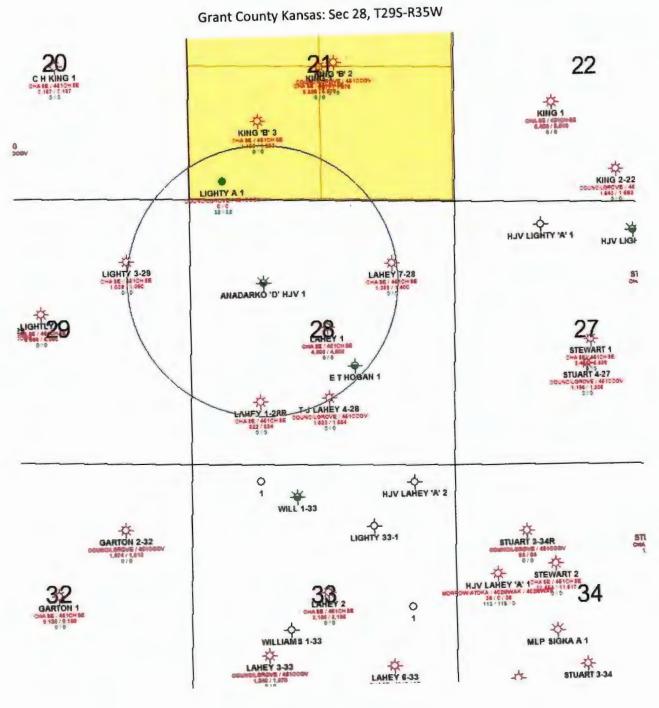
Attorney for Merit Energy Company

### **VERIFICATION**

) ss:	
COUNTY OF SEDGWICK)	
Zach K. Wiggins, of lawful age, bei	ng first duly sworn, upon oath states:
That he is the attorney for Merit Energy Company, applicant herein; that he has	
read the above and foregoing Application	of Merit Energy Company and is familiar with
the contents thereof; and, that the statem	nents made therein are true and correct to the
best of his knowledge and belief.	Cach K. Wiggins
SUBSCRIBED AND SWORN to before me this Lower day of August, 2025.	
DEBRA J. JACKSON  Notary Public - State of Kansas  My Appt. Expires 10/19/3038	Debu Jelson Jotary Public

My Appointment Expires:

HJV Anadarko D1 – ½ Mile Radius



#### **EXHIBIT B**

Riviera Operating, LLC 600 Travis Street Houston, TX 77002

and

717 Texas Avenue, Suite 2000 Houston, TX 77002

Pioneer National Resources 5205 North O'Connor Boulevard, #200 Irving, TX 75039

ELM III Operating Company, LLC 1249 East 33<sup>rd</sup> Edmond, OK 73013

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WEST, GRANT COUNTY, KANSAS.	)
	)

### NOTICE OF PENDING APPLICATION

THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

TO: ALL OIL AND GAS PRODUCERS, UNLEASED MINERAL INTEREST OWNERS, LANDOWNERS, AND ALL PERSONS WHOMSOEVER CONCERNED:

YOU, and each of you, are hereby notified that Merit Energy Company has filed an Application for an exception to the ten-year time limitation of K.A.R. 82-3-111 for the HJV Anadarko D 1 well, located in the Northwest Quarter of the Southeast Quarter of the Northwest Quarter of Section 28, Township 29 South, Range 35 West, Grant County, Kansas, API # 15-067-21587-00-00.

YOU are further notified that unless written protest is received by the State Corporation Commission within fifteen (15) days after publication of this Notice, the Application in this matter can be granted by administrative approval after said 15 day period. Any such protest should be mailed to the State Corporation Commission of the State of Kansas, Conservation Division, 266 North Main, Suite 220, Wichita, Kansas, 67202, and to the Applicant at the address shown.

All parties in any wise interested or concerned shall take notice of the foregoing and govern themselves accordingly.

Merit Energy Company. By: Idania Mendina Regulatory Analyst 13727 Noel Road, Suite 1200 Dallas, Texas 75240 (972) 628-1446