

THE STATE CORPORATION COMMISSION
OF THE STATE OF KANSAS

Before Commissioners: Mark Sievers, Chairman
Ward Loyd
Thomas E. Wright

In the Matter of a Show Cause Order on the)	Docket No.: 12-CONS-197-CBPO
Commissions own Motion issued to the several)	73,069-C(C-10,773)
Operators to Show Cause why the Commission)	
should not dissolve the Basic Proration Order)	CONSERVATION DIVISION
for the Schaben Mississippi Oil Pool, Ness)	
County Kansas.)	

ORDER TO SHOW CAUSE

Now, the above-captioned matter comes on before the State Corporation Commission of the State of Kansas ("KCC" or "Commission") on its own motion. The Commission, being duly advised in the premises and after giving due consideration to the Statutes of Kansas, the regulations of the Commission, and its records and files, makes the following findings and conclusions:

1. The Schaben Mississippi Oil Pool was established by Commission Order dated February 21, 1964 and has been amended on numerous occasions. The original Order and amendments govern well spacing and/or proration and production of oil from the Mississippi formation. The original Order and amendments currently cover the following acreage:

S/2 of Section 19, Township 19 South, Range 21 West, Ness County, Kansas
All of Section 29-31, Township 19 South, Range 21 West, Ness County, Kansas
N/2 and SW/4 of Section 32, Township 19 South, Range 21 West, Ness County, Kansas
S/2 of Section 24, Township 19 South, Range 22 West, Ness County, Kansas
All of Section 25, Township 19 South, Range 22 West, Ness County, Kansas
All of Section 36, Township 19 South, Range 22 West, Ness County, Kansas
All of Section 5-8, Township 20 South, Range 21 West, Ness County, Kansas
All of Section 1, Township 20 South, Range 22 West, Ness County, Kansas
NE/4 and E/2 of SE/4 of Section 12, Township 20 South, Range 22 West, Ness County, Kansas

3. The above-referenced field has been identified by Commission staff as a candidate to have the Basic Proration Order covering the field dissolved due to the depletion of the subject reservoir and the lack of production from the wells in the field.

4. The Commission is charged with the jurisdiction and authority to regulate oil and gas activities pursuant to K.S.A. 74-623 and to prevent waste pursuant to K.S.A. 55-601 and K.S.A. 55-701. The Commission has the jurisdiction to institute proceedings for the purpose of fulfilling said responsibility and to enforce the laws of the State of Kansas.

5. In view of the foregoing, the Commission finds that all parties in interest shall be directed to appear and show cause as to why the above-referenced Basic Proration Order should not be dissolved.

IT IS, THEREFORE, BY THE COMMISSION ORDERED: That all parties in interest be, and the same are, hereby directed to appear before this Commission at 10:00 a.m. or as soon thereafter as possible, on April 19, 2012, in the Hearing Room of the Conservation Division, 130 South Market, Room 2078, Wichita, Kansas, 67202-3802, to show cause why said Basic Proration Order should not be dissolved.

The Commission retains jurisdiction of the subject matter and the parties for the purpose of entering such further order or orders as from time to time it may deem proper.

BY THE COMMISSION IT IS SO ORDERED.

Sievers, Chmn.; Loyd, Com.; Wright, Com.

Date: FEB 01 2012



Patrice Petersen-Klein
Executive Director

Date Mailed: 02-02-2012

JM

I CERTIFY THE ORIGINAL
COPY IS ON FILE WITH
The State Corporation Commission

FEB 01 2012



CERTIFICATE OF SERVICE

I hereby certify that on 02-02-2012, I caused a true and correct copy of the foregoing "Order to Show Cause" to be served by placing the same in the United States mail, postage prepaid, to the following parties:

John Nierberger
Ritchie Exploration, Inc.
8100 E. 22nd St. N., Ste 700
Wichita, KS 67278

Cecil O'Brate
Mid-Continent Resources, Inc.
P.O. Box 399
Garden City, KS 67846-0399

Evan Mayhew
BEREXCO, L.L.C.
2020 N. Bramblewood St.
Wichita, KS 67206-1094

Charles B. Wilson
Central Crude Corporation
2020 N. Bramblewood St.
Wichita, KS 67206-1094

Jason Mitchell
Falcon Exploration, Inc.
125 N. Market St., Ste 1252
Wichita, KS 67202

Brett Nowak
National Cooperative Refinery Association
2000 S. Main St.
McPherson, KS 67460

Jack Gurley
Pickrell Drilling Company, Inc.
100 S. Main St., Ste 505
Wichita, KS 67202-3738

Cecil O'Brate
American Warrior, Inc.
P.O. Box 399
Garden City, KS 67846-0399

And delivered by hand to:

Jim Hemmen, KCC Central Office
Steve Durrant, KCC District #1


John McCannon
Litigation Counsel
Kansas Corporation Commission