

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

In the matter of the application of Berexco	)	Docket No. 25-CONS- <u>3292</u> -CEXC
LLC for an exception to the 10-year	)	
time limitation of K.A.R. 82-3-111 for its	)	
BSWU 7-4 well located in the	)	CONSERVATION DIVISION
SE NW of Sec 4, T31S, R41W	)	
Morton County, Kansas	)	
_____	)	License No.: 34318

APPLICATION

COMES NOW Berexco LLC ("Applicant") in support of its Application in the captioned matter states as follows:

1. Applicant is a corporation authorized to do business in the State of Kansas. Applicant's address is 2020 N. Bramblewood, Wichita, Kansas 67206.

2. Applicant has been issued by the Kansas Corporation Commission Operator's License #34318, which expires on October 30, 2022.

3. Operator is the owner and operator of the Beauchamp SW unit #7-4 well, API #15-129-20718-00-00, which is located in the SE/4 NW/4 NE/4 of Section 4-T31S-R41W, Morton County, Kansas. The subject well is located on an active oil and gas lease or unit comprising the following lands:

Beauchamp SW Unit - S/2 - Sec 34; W/2 SW, SE SW and SW SE - Sec 35 of 30S-41W (Stanton County) and W/2 NW - Sec 3; N/2, SW and NW SE - Sec 4; NE and NE SE - Sec 5 of 31S-41W (Morton County)

4. Pursuant to K.A.R. 82-3-111, Applicant obtained temporary abandonment status for the Beauchamp SW unit 7-4 well on June 1, 2000. The subject well has maintained such status from June, 2000, to the present date.

5. On July 30, 2018, the Kansas Corporation Commission denied Applicant's request for temporary abandonment status for the subject well because it had been temporarily abandoned for more than ten (10) years. K.A.R. 82-3-111 provides for an additional exception to be obtained through an application filed with the Commission. Operator seeks such an exception.

6. On or about October 29th, 2021 the Kansas Corporation Commission notified Operator that the 3 year exception to K.A.R. 82-3-11 was expiring December 13th, 2021. K.A.R. 82-3-111 provides for an additional exception to be obtained through an application filed with the commission. Operator filed for and received approval for an exception to K.A.R. 82-3-111.

8. On February 14th, 2024, the Kansas Corporation Commission notified Operator that the 3 year execption to K.A.R. 82-3-111 expired February 10th, 2025. K.A.R. 82-3-111 provides for an additional exception to be obtained through an application filed with the commission. Operator seeks such an exception.

8. The subject well has demonstrated mechanical integrity, as evidenced by passage of a mechanical integrity test done February 28th, 2025, which was witnessed by a member of the Kansas Corporation Commission staff.

9. Operator wishes to continue TA status for the subject well, because Operator intends to implement the wellbore into the future water flood of the Beauchamp SW Unit. Operator submits the following information regarding the well in support of the Application. In

1999 a waterflood feasibility study was performed prior to the Beauchamp SW Unit being formed. That study found that there is a potential 700,000 BO remaining to be recovered via waterflooding. That study utilizes the applicant well in its model, calculations and forecasts. Currently, the Beauchamp SW Unit is producing through gravity drainage, which is the reservoir drive mechanism with the highest recovery factors (50-70% typically). Implementing the waterflood now would shut off that gravity drainage and result in a loss of otherwise recoverable reserves. Furthermore, plugging the applicant well would result in loss of reserves too, as the well will be used in the eventual waterflood as soon as the gravity drainage has reached its economic limit. The Beauchamp SW Unit consists of 19 wells: 6 gas wells, 12 oil wells, and 1 water source well. An estimated cost to plug the applicant well is \$30,000. The Beauchamp SW Unit currently produces 40 BOPD.

10. 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.

11. 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.

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 the 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,

Tyler Walters
2020 N. Bramblewood
Wichita, KS 67206
316-337-8343
Fax #316-681-4751

By: 
Signature of Submitter

VERIFICATION

STATE OF KANSAS)
)
COUNTY OF SEDGWICK) ss:

Tyler Walters, of lawful age, being first duly sworn, upon oath states:

That he has the authority on behalf 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 me this 6 day of MARCH, 2021.



Notary Public

My appointment expires:



CERTIFICATE OF SERVICE

I hereby certify on this 6 day of MARCH, 2025, 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 11 of said Application and each party 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.



Name of Signed

EXHIBIT A

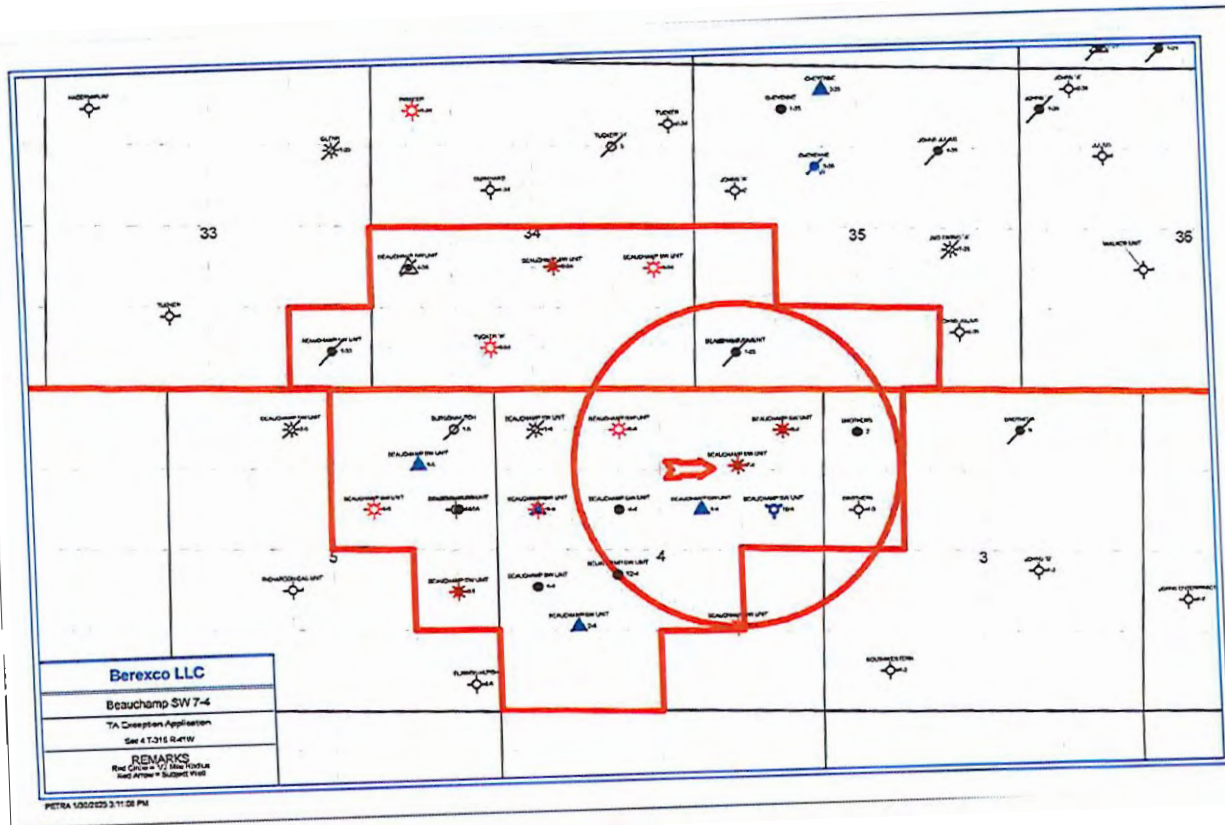


EXHIBIT A

Operator – SE/4 Sec. 34, W/2 SW/4 and SW/4 SE/4 Sec. 35-30S-41W; NW/4 Sec. 3, N/2 & SE/4 Sec. 4-31S-41W

Berexco LLC
2020 N. Bramblewood
Wichita, KS 67206

Unleased mineral owner – SW/4 Sec. 3-31S-41W

Southwestern College
100 N. College St.
Winfield, KS 67156

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 Beauchamp SW unit 7-4, located in Morton 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 Beauchamp SW unit 7-4, located in the SE/4 NW/4 NE/4 of Section 4-31S-41W, Morton 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
Wichita, Kansas 67206
316-265-3311