BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

In the matter of a Compliance Agreement) between Warhorse Petroleum, Inc. (Operator)) and Commission Staff regarding bringing 26) wells into compliance with K.A.R. 82-3-111.)

Docket No.: 22-CONS-3008-CMSC CONSERVATION DIVISION License No.: 35743

STATUS UPDATE ADDING WELLS TO COMPLIANCE AGREEMENT

)

On July 8, 2021, the Commission issued an Order Approving Compliance Agreement (Agreement) in this docket. The Agreement requires Operator to bring 26 wells into compliance with K.A.R. 82-3-111 by bringing 2 wells into compliance by December 31, 2021, and two wells into compliance per quarter thereafter.¹ On September 21, 2023, two wells were added to the Compliance Agreement, extending the compliance deadline to March 31, 2025. To date, Operator has brought 18 wells into compliance.

The Agreement provides that it may be amended to include additional wells with the written consent of the District Supervisor.² The District #3 Supervisor recommends amending this Agreement to include the Birkett #1, API #15-073-01320; Birkett #2, API #15-073-01321; Birkett #4, API #15-073-01322; Birkett #5, API #15-073-01323; Birkett #6, API #15-073-01324; Birkett #7, API #15-073-01325; Birkett #10, API #15-073-01326; Birkett #13, API #15-073-01327; Birkett #14, API #15-073-01328; Birkett #15, API # API #15-073-01329; Welsh #11A, API #15-073-01340; Welsh #26A, API #15-073-20101; Welsh #29A, API #15-073-21067; Welsh #3, API #15-073-01337; Welsh #4, API #15-073-01338; Welsh A #18A, API #15-073-01351; and Welsh A #2A, API #15-073-01346 (Subject Wells). Operator has indicated it is not opposed to the addition of the Subject Wells to the Agreement. Further, Staff recommends the final compliance deadline be extended to June 30, 2027.

¹ See Order Approving Compliance Agreement, Compliance Agreement at ¶¶ 1-2 (Feb. 25, 2021).

 $^{^{2}}$ *Id*. at ¶6.

Respectfully submitted,

/s/ Kelcey Marsh Kelcey A. Marsh, #28300 Litigation Counsel | Kansas Corporation Commission 266 N. Main, Suite 220 | Wichita, Kansas 67202 Phone: 316-337-6200 | Email: k.marsh@kcc.ks.gov

CERTIFICATE OF SERVICE

22-CONS-3008-CMSC

I, the undersigned, certify that a true and correct copy of the attached Status Update Adding Wells to Compliance Agreement has been served to the following by means of first class mail and electronic service on January 12, 2024.

RYAN DULING KANSAS CORPORATION COMMISSION DISTRICT OFFICE NO. 3 137 E. 21ST STREET CHANUTE, KS 66720 r.duling@kcc.ks.gov JOHN HERRING WARHORSE PETROLEUM, INC. 10876 MAPLE RD LAFAYETTE, CO 80026-9016 john@warhorsepetroleum.com

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<u>/s/ Paula J. Murray</u> Paula J. Murray