

MAI OIL OPERATIONS, INC.

8411 Preston Road, Suite 800
Dallas, TX 75225-5520
Phone: (214) 219-8883
Fax: (214) 219-8886
KCC
266 N. Main St., Suite 220
Wichita, KS 67202

10/16/2014

Re: Docket No.: 15-CONS-188-CPEN

Dear Executive Director:

Mai Oil Operation's Inc. (License No.: 5259) would like to request a hearing to contest the penalties for two unauthorized injection violations.

The first penalty is in reference to the Sellens (Berry) #2. Mai Oil Operations, Inc. was not the operator of this lease during the time of the operator's annual injection report. The effective date of transfer for this lease was 1/1/2014 and that date is stated on the T-1 filed with the KCC. The second penalty is in reference to the Vine A #5. The total fluid injected on the operator's injection report was a clerical error.

Additionally, the penalty for the Harold Vine #A-1 was dismissed by Mr. Jon Myers. Our office faxed him the application for the salt water disposal filed with the KCC. The application allows a maximum of 600 barrels per day. The violation states that there is only 450 barrels per day allowance.

Mai Oil Operations, Inc. is requesting a total reduction of the fines for the two aforementioned penalties. Thank you for your time and please feel free to contact me for any additional information.

Sincerely,

Lee Ann Price Land Department Manager

REGEIVED
KANSAS CORPORATION COMMISSION

OCT 2 0 2014

CONSERVATION DIVISION WICHITA, KS