BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

In the Matter of the Application of R.T. Enterprises of Kansas, Inc. for Multiple Well Location Exceptions for Wells Upon the Pearson and Finnerty Leases Located in Section 11, Township 15 South, Range 20 East in Douglas County Kansas.

Docket No.14-CONS-<u>550</u>-CWLE

License No. 33715 Conservation Division

APPLICATION

R.T. Enterprises of Kansas, Inc., ("R.T."), by and through its counsel, Keith A. Brock,

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Anderson & Byrd, LLP, hereby moves the Kansas Corporation Commission ("Commission") for

multiple well location exceptions for wells upon the Pearson and Finnerty Leases located in Section

11, Township 15 South, Range 20 East in Douglas County, Kansas. In support of this Application,

R.T. states as follows:

1. R.T. is a corporation duly authorized to do business within the State of Kansas, with

its correct mailing address being P.O. Box 339, Louisburg, Kansas 66053.

2. R.T. is the operator of the following oil and gas leases:

Finnerty Lease

Lessor: William P. Finnerty and Mary K. Finnerty, both single Lessee: James A. Moon Date: April 2, 1918 Recorded: Book 101, Page 435 Covering: S/2 SE/4 Sec. 11-T15S-R20E, Douglas County, Kansas

Pearson Lease

Lessor: Hiram T. Howard and Bertha P. Howard, husband and wife Lessee: James A. Moon Date: April 2, 1918 Recorded: Book 101, Page 496 Covering: N/2 SE/4 Sec. 11-T15S-R20E, Douglas County, Kansas

(collectively the "Leases").

3. R.T. has drilled several oil wells upon the Leases, all of which were drilled to total depths of less than 2,000 feet; said wells are located less than 660 feet from the nearest oil well (the "Existing Wells"). R.T. also intends to drill additional oil wells upon the Leases all of which will be drilled to total depths of less than 2,000 feet and be located less than 660 feet from the nearest oil well. (the "Planned Wells"). The locations of both the Existing Wells and the Planned Wells is set forth in detail on the spreadsheets attached hereto as Exhibit A.

4. R.T. requests an order approving the location of the Existing Wells and also an order approving the location of the Planned Wells. Due to the nature and characteristics of the producing formation beneath the Leases and also the viscosity of the oil found therein, it is necessary for the oil wells drilled on the Leases to be located approximately 330 feet apart in order to efficiently produce the oil reserves therefrom without committing undue waste. To the extent that an exception to the well location restrictions in K.A.R. 82-3-108 or K.A.R. 82-3-207 is necessary in order for both the Existing Wells and the Planned Wells to be in compliance with all applicable rules and regulations, R.T. requests an exception to said well location restrictions.

5. It is R.T.'s position that K.A.R. 82-3-207 and K.A.R. 82-3-108 specifically permit R.T. to drill the Existing Wells in the locations which they have been drilled, and the Planned Wells in the locations set forth on Exhibit A. However, this Application is being filed in order to obtain clarification from the Commission regarding the interpretation of K.A.R. 82-3-207 and K.A.R. 82-3-108 and also to seek an exception to said well location restrictions if the Commission determines that an exception is necessary in order for both the Existing Wells and the Planned Wells to comply with all applicable rules and regulations.

6. The granting of this Application will prevent waste and will not violate correlative

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rights.

7. The well locations for both the Existing Wells and the Planned Wells are depicted on the maps accompanying this Application and marked as Exhibit B. On said maps, the Existing Wells are shown as black circles; the red triangles represent injection wells which have already been drilled; the black flags represent the Planned Wells; and the red flags represent the planned location for injection wells.

8. None of the Existing Wells or the Planned Wells are located closer than 165 feet from the lease boundary lines as required by K.A.R. 82-3-108.

9. There are no offset operators whose lease line is located less than the required distance from the proposed well locations.

10. There are no unleased offset mineral owners whose property boundary is located less than the minimum distance required by K.A.R. 82-3-108(b) from the proposed well locations.

11. R.T. does not operate any lease that will be situated less than the minimum distance required by K.A.R. 82-3-108(b) from the proposed well locations.

12. Each of the Existing Wells and the Planned Wells will have 2.5 acres attributable to said well.

13. R.T. requests and allowable of 25 bbls of oil per day from each of the Existing Wells and each of the Planned Wells, pursuant to K.A.R. 82-3-207.

14. In the interest of economy the notices of intention to drill for the Existing Wells and the Planned Wells are not attached hereto due to their voluminous nature, but will be provided to the Commission upon request.

15. The accompanying documents required by K.A.R. 82-3-108(e) are enclosed herewith.

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16. Notice of this Application for well location exceptions will be published once in both the *Wichita Eagle* newspaper and *The Lawrence Journal World* a newspaper in Douglas County, Kansas.

17. It would cause substantial and actual underground waste if R.T. is prohibited from producing from the Existing Wells during the pendency of this Application. Therefore, R.T. hereby moves the Commission for a preliminary order allowing R.T. to operate the Leases and to produce from the Existing Wells while this Application is pending before the Commission. R.T. will file a more formal motion requesting this preliminary order in the immediate future, which will be supported by accompanying expert testimony.

WHEREFORE, R.T. prays for an order,

- a. Finding that K.A.R. 82-3-207 and K.A.R. 82-3-108 specifically permit R.T. to drill the Existing Wells in the location which they have been drilled, and to drill the Planned Wells in the locations currently contemplated and that no exception to said well location restrictions is necessary;
- b. Or, if the Commission finds that K.A.R. 82-3-207 and K.A.R. 82-3-108 do not permit the Existing Wells to be drilled in the location which they have been drilled or permit the Planned Wells to be drilled in the location currently contemplated, that the Commission grant an exception to said well location restrictions; and
- c granting R.T.'s request for a preliminary order allowing R.T. to continue to operate the Leases and produce from the Existing Wells while this application is pending.

Keith A. Brock #24130 **ANDERSON & BYRD, LLP** 216 S. Hickory, P. O. Box 17 Ottawa, Kansas 66067 (785) 242-1234, telephone (785) 242-1279, facsimile <u>kbrock@andersonbyrd.com</u> Attorneys for Applicant

VERIFICATION

STATE OF KANSAS)) ss: COUNTY OF FRANKLIN)

Keith A. Brock, of lawful age, being first duly sworn on oath, states: That he is the attorney for the Applicant named above, and is duly authorized to make this affidavit; that he has read the foregoing Application, knows the contents thereof; and that the facts set forth therein are true and correct to the best of his knowledge, information and belief.

Keith A. Brock

SUBSCRIBED AND SWORN to before me this 12th day of February, 2014.

NOTARY PUBLIC - State of Kansas RONDA ROSSMAN My Appt. Exp. 2/25/2014

Deada Dessorte-Notary Public

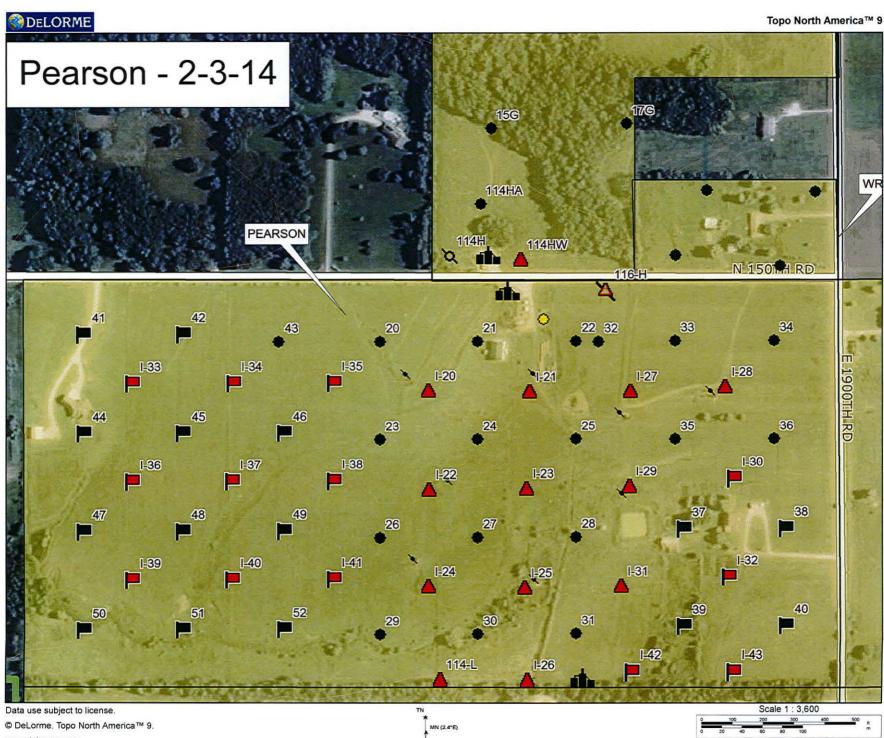
Appointment/Commission Expires:

EXHIBIT A

			Sheet1			
Pea	rson Dril	ling - N/2	2 SE/4 of	11-15S-2	0E -	
xisting W	/ells					
Well	Lat	Lon	FSL	FEL	NB	
20	38.75968	95.15404	2440	1480	200	
21	38.75968	95.15292	2440	1160	200	
22	38.75968	95.15180	2440	840	200	
23	38.75881	95.15404	2120	1480	520	
24	38.75881	95.15292	2120	1160	520	
25	38.75881	95.15180	2120	840	520	
26	38.75793	95.15404	1800	1480	480	
27	38.75793	95.15292	1800	1160	480	
28	38.75793	95.15180	1800	840	480	
29	38.75707	95.15404	1485	1480	165	
30	38.75707	95.15292	1485	1160	165	
31	38.75707	95.15180	1485	840	165	
32	38.75968	95.15175	2440	820	200	
33	38.75968	95.15067	2440	520	200	
34	38.75968	95.14954	2440	200	200	
35	38.75880	95.15067	2120	520	520	
36	38.75880	95.14954	2120	200	200	
Planned W	ells					
Well	Lat	Lon	FSL	FEL	NB	
37	38.75792	95.15067	1800	520	480	
38	38.75792	95.14954	1800	200	200	
39	38.75706	95.15067	1485	520	165	
40	38.75706	95.14954	1485	200	165	
41	38.75968	95.15742	2440	2440	200	
42	38.75968	95.15629	2440	2120	200	
44	38.75880	95.15742	2120	2440	200	
45	38.75880	95.15629	2120	2120	520	
46	38.75880	95.15517	2120	1800	520	
47	38.75793	95.15742	1800	2440	200	
48	38.75793	95.15629	1800	2120	480	
49	38.75793	95.15517	1800	1800	480	
50	38.75706	95.15742	1485	2440	165	
51	38.75706	95.15629	1485	2120	165	
52	38.75706	95.15517	1485	1800	165	

	Sheet1								
Fin	nerty Dril	ling - S/2	SE/4 of	11-15S-2	0E				
Existing W Well		Lon	ECI		ND				
	Lat	Lon	FSL	FEL	NB 165				
20 21	38.75617	95.15736	1155	2440	Alexandra Char				
22	38.75617 38.75617	95.15623 95.15511	1155 1155	2120 1800	165 165				
22	38.75617	95.15311	1155	1480	165				
23	38.75617	95.15287	1155	1460	165				
24	38.75617	95.15287	1155	840	165				
30	38.75530	95.15511	835	1800	485				
31				Construction of the second sec					
32	38.75530 38.75530	95.15399 95.15287	835 835	1480 1160	485 485				
33	38.75530	95.15175	835	840	485				
Planned W	/ells		YE STREET						
Well	Lat	Lon	FSL	FEL	NB				
26	38.75617	95.15063	1155	520	165				
27	38.75617	95.14951	1155	200	165				
28	38.75530	95.15736	835	2440	200				
29	38.75530	95.15623	835	2120	485				
34	38.75530	95.15063	835	520	485				
35	38.75530	95.14951	835	200	200				
36	38.75442	95.15736	515	2440	200				
37	38.75442	95.15623	515	2120	515				
38	38.75442	95.15511	515	1800	515				
39	38.75442	95.15399	515	1480	515				
40	38.75442	95.15287	515	1160	515				
41	38.75442	95.15175	515	840	515				
42	38.75442	95.15063	515	520	515				
43	38.75442	95.14951	515	200	200				
44	38.75355	95.15736	200	2440	200				
45	38.75355	95.15623	200	2120	200				
46	38.75355	95.15511	200	1800	200				
47	38.75355	95.15399	200	1480	200				
48	38.75355	95.15287	200	1160	200				
49	38.75355	95.15175	200	840	200				
50	38.75355	95.15063	200	520	200				
51	38.75355	95.14951	200	200	200				

EXHIBIT B

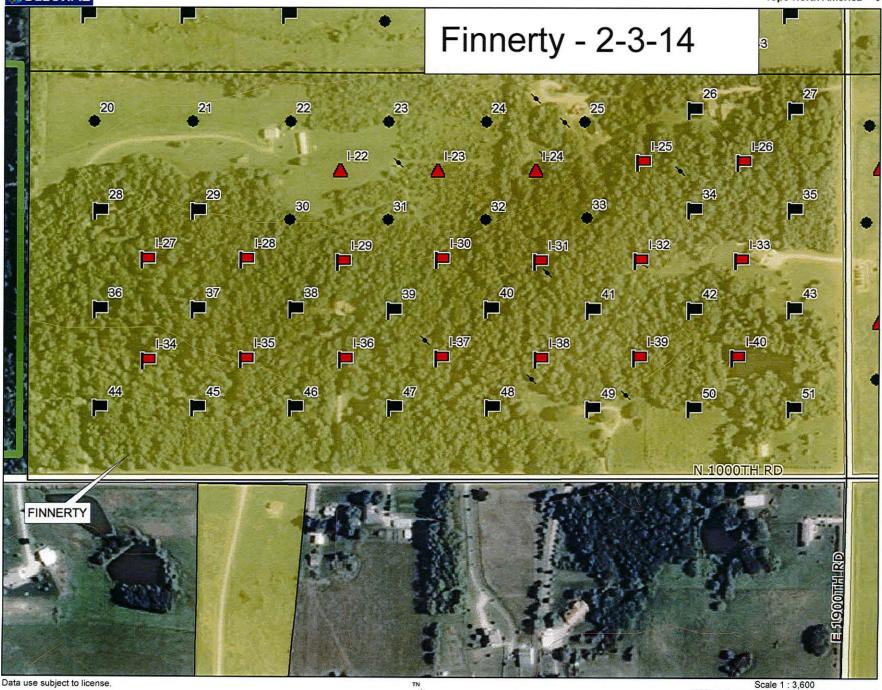


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