

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

Before Commissioners: Dwight D. Keen, Chairman
 Shari Feist Albrecht
 Susan K. Duffy

20-CONS-3016-CEXC

In the matter of the application of Berexco)	Docket No. 19-CONS- -CEXC
LLC for an exception to the 10-year)	
time limitation of K.A.R. 82-3-111 for its)	
Schraeder #2 well located in)	CONSERVATION DIVISION
the E/2 SE NW of Sec 3, T24S, R24W)	
Hodgeman County, Kansas.)	
_____)	License No.: 34318

APPLICATION

COMES NOW Berexco LLC ("Operator") for its application in the captioned matter states as follows:

1. Operator is a limited liability company authorized to do business in the State of Kansas. Operator's address is 2020 North Bramblewood, Wichita, Kansas 67206.
2. Operator has been issued by the Kansas Corporation Commission Operator's License #34318, which expires on October 30, 2019.
3. Operator is the owner and operator of the Schraeder #2 well, API #15-083-10007-0000 which is located in the East Half of the Southeast Quarter of the Northwest Quarter of Section 3, Township 24 South, Range 24 West, Hodgeman County, Kansas. The subject well is

located on an active oil and gas lease comprising the following lands: The North Half of Section 3, Township 24 South, Range 24 West, Hodgeman County, Kansas.

4. Pursuant to K.A.R. 82-3-111, Operator obtained temporary abandonment status for the Schraeder #2 on January 1, 2002. The subject well has maintained such status from January 2002, to the present date.

5. K.A.R. 82-3-111 imposes a 10-year limitation on the amount of time during which wells may be temporarily abandoned, but an exception to the 10-year limitation may be obtained pursuant to said regulations through an application filed with the Commission pursuant to K.A.R. 82-3-100.

6. Operator filed for and was granted an initial 10-year limitation exception by the Kansas Corporation Commission. Such exception will expire on or about July 12, 2019. Operator seeks such an exception.

The subject well demonstrated mechanical integrity as evidenced by passage of Commission Staff-witnessed mechanical integrity test on or about June 17, 2019.

8. Operator is keeping the subject well for potential use as a salt water disposal well or water injection well. The subject well should not be plugged to prevent economic waste associated with re-drilling for future needs as a disposal or injection well. Estimated cost to plug this well is \$20,000. The cost to restore the well to disposal/injection capability is estimated to be \$90,000. Production from the Schraeder Lease is around 10 BOPD with potential reserves estimated at 28,000 barrels of oil.

9. Operator has included a plat map showing the locations of all producing, injection, saltwater disposal, temporarily abandoned, and plugged wells located on the same leased

premises as the subject well. There is one active producing well, one active disposal well, and the subject well on the lease.

10. 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.

11. 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).

12. Notice of this application has been 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,

Jonathan Hayward
2020 N. Bramblewood St.
Wichita, KS 67206
316-265-3311
Fax #316-681-4766

By: _____
Signature of Submitter

CERTIFICATE OF SERVICE

I hereby certify on this 12 day of July, 2019, true and correct copies of the attached Notice of Filing Application were served by depositing copies of the same in the United States Mail, postage prepaid, and properly addressed to each of the unleased mineral owner(s) and operator(s) set forth in Exhibit "A" attached to said Application filed by Operator, and the above and foregoing original Application was uploaded to the Kansas Corporation Commission via E-filing Express to a new docket.

Jon Hayward
Name of Signed

EXHIBIT A

Schraeder #2 Notice Area

Surface owner – NW/4 Sec. 3-24S-24W

Schraeder Inc.
26706 SW F Road
Jetmore, KS 67854

Operator – N/2, N/2 SW/4, NW/4 SE/4 Sec. 3-24S-24W

Berexco LLC
2020 N. Bramblewood
Wichita, KS 67206

Unleased mineral owner – S/2 S/2, NE/4 SE/4 Sec. 3-24S-24W

Wilbur W. Schraeder Revocable Trust
2661 Z Road
Webber, KS 66970

Unleased mineral owner – SE/4 Sec. 4-24S-24W

Mike M. Schraeder
26706 SW F Road
Jetmore, KS 67854

Unleased mineral owners – S/2 Sec. 34-23S-34W, NE/4 Sec. 4-24S-24

R S Farms
2551 Z Road
Webber, KS 66970

Mike M. Schraeder
AS ABOVE

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 Schraeder #2 well, located in Hodgeman 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 Schraeder #2 well located in the E/2 SE NW of Section 3-24S-24W, Hodgeman 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 No Bramblewood
Wichita, Kansas 67206
316-265-3311

Schraeder Lease

T24S - R24W

Hodgeman Co., KS

Berexco LLC

WELL SYMBOLS
Dry Hole
Oil Well
Plugged and Abandoned

July 5, 2019

