

BEFORE THE NEBRASKA OIL AND GAS CONSERVATION COMMISSION

IN THE MATTER OF THE APPLICATION OF THE)
NEBRASKA OIL AND GAS CONSERVATION)
COMMISSION, ON ITS OWN MOTION, FOR AN)
ORDER REQUESTING FOUNDATION ENERGY MGT, LLC)
TO SHOW CAUSE, IF ANY THERE BE, WHY THE) CASE NO. 22-11
COMMISSION SHOULD NOT CAUSE CERTAIN WELLS)
TO BE PLUGGED AND ABANDONED AND THE LANDS)
RESTORED TO AGRICULTURAL USE, USING THE)
REQUIRED THE BOND AMOUNT AND OTHER FUNDS)

A P P L I C A T I O N

Comes now the Nebraska Oil and Gas Conservation
Commission, petitioner, and states as follows:

1. That Commission rule 3.004 requires operators to make, or cause to be made, and file with the Commission a good and sufficient bond in the sum of not less than ten thousand dollars (\$10,000) for each well or hole and payable to the State of Nebraska, conditioned for the performance of the duty to comply with all the provisions of the laws of the State of Nebraska and the rules, regulations and orders of the Commission. Said bond shall remain in force and effect until plugging of said well or hole is approved by the Director or authorized deputy, a new bond is filed by a successor in interest or the bond is released by the Director. It is provided, however, that any owner in lieu of such bond may file with the Director a good and sufficient blanket bond in the principal sum of not less than one hundred thousand dollars (\$100,000) covering all wells or holes drilling or to be drilled in the State of Nebraska by the principal in said bond; and upon acceptance and approval by the Director of such blanket bond, said bond shall be considered as compliance with the foregoing provisions requiring an individual well or hole bond.
2. That the Commission wishes to take control of all wells operated by Foundation Energy MGT, LLC (which wells have been shut-in for many years awaiting a possible new market which has not come to pass) and plug and abandon these wells and restore these lands to agricultural use using the bond funds and other monies controlled by the Commission.
3. Attached hereto, and marked Exhibit "A", is a list of the wells/leases operated by Foundation Energy MGT, LLC.
4. That the Commission has requested Foundation Energy MGT, LLC to abide by the desire of the Commission to plug and abandon the wells and to surrender its posted bond.
5. That all options to use or market the gas produced from these wells/leases have been excused.
6. The Commission agrees to assume full responsibility for the plugging, abandoning and restoring the wells currently

operated by Foundation Energy MGT, LLC. The Commission agrees that any costs or expenses incurred as a result of any acts or action taken by the Commission, its employees, agents, assigns subsequent to the date of approval of this Application in Case No. 22-11 shall be the sole responsibility of the Commission and not Foundation Energy MGT, LLC, the owners of the wells, or their respective employees, agents or assigns.

7. That the Commission and Foundation Energy MGT, LLC will both benefit from this action.

NOW, THEREFORE, it is ordered that this application be set down for hearing at 10:00 a.m., November 22, 2022, at the Commission office, 1625 Dorwart Drive, Sidney, Nebraska

DATED at Sidney, Nebraska, this 14th day of October, 2022.

STATE OF NEBRASKA
OIL AND GAS CONSERVATION COMMISSION



Stan Belten, Director

EXHIBIT A

26029210750000	JONES 32-32	Shut_In	SW NE	32	5N	40W	CHUNDY*	89225	Natural Gas
26029210760000	STATE LEASE 541 21-36	Shut_In	NE NW	36	5N	41W	CHUNDY*	89700	Natural Gas
26029210770000	MILNER 32-27	Plugged and Abandoned	SW NE	27	5N	41W	CHUNDY*	90655	Natural Gas
26029210780000	SHELDON FAMILY FARMS 21-34	Plugged and Abandoned	NE NW	34	5N	41W	CHUNDY WEST*	90635	Natural Gas
26029210790000	SHELDON FAMILY FARMS 13-34	Shut_In	NW SW	34	5N	41W	CHUNDY WEST*	90635	Natural Gas
26029210810000	JONES 23-29	Shut_In	NE SW	29	5N	40W	CHUNDY*	89225	Natural Gas
26029210820000	JONES 13-29	Shut_In	NW SW	29	5N	40W	CHUNDY*	89225	Natural Gas
26029210830000	DAY 14-25	Shut_In	SW SW	25	5N	41W	CHUNDY*	90580	Natural Gas
26029210840000	DAY 21-25	Plugged and Abandoned	NE NW	25	5N	41W	CHUNDY*	90580	Natural Gas
26029210850000	DAY 22-25	Shut_In	SE NW	25	5N	41W	CHUNDY*	90580	Natural Gas
26029210860000	DAY 23-25	Plugged and Abandoned	NE SW	25	5N	41W	CHUNDY*	90580	Natural Gas
26029210870000	DAY 24-25	Shut_In	SE SW	25	5N	41W	CHUNDY*	90580	Natural Gas
26029210880000	DAY 13-25	Shut_In	NW SW	25	5N	41W	CHUNDY*	90580	Natural Gas
26029210890000	SUPREME INVESTMENTS 34-32	Shut_In	SW SE	32	5N	41W	CHUNDY WEST*	90610	Natural Gas
26029210950000	SUPREME INVESTMENTS 24-32	Shut_In	SE SW	32	5N	41W	CHUNDY WEST*	90610	Natural Gas
26029211000000	MILNER 11-26	Plugged and Abandoned	NW NW	26	5N	41W	CHUNDY*	90655	Natural Gas
26029211020000	MILNER 21-26	Plugged and Abandoned	NE NW	26	5N	41W	CHUNDY*	90655	Natural Gas
26029211030000	MILNER 31-27	Plugged and Abandoned	NW NE	27	5N	41W	CHUNDY*	90655	Natural Gas
26029211040000	DAY 24-30	Shut_In	SE SW	30	5N	40W	CHUNDY*	90580	Natural Gas
26029211050000	STATE LEASE 541 14-36B	Plugged and Abandoned	SW SW	36	5N	41W	CHUNDY*	89700	Natural Gas
26029211060000	MILNER 12-26	Plugged and Abandoned	SW NW	26	5N	41W	CHUNDY*	90655	Natural Gas
26029211070000	MILNER 13-26	Shut_In	NW SW	26	5N	41W	CHUNDY*	90655	Natural Gas
26029211080000	MILNER 14-26	Shut_In	SW SW	26	5N	41W	CHUNDY*	90655	Natural Gas
26029211090000	MILNER 23-26	Shut_In	NE SW	26	5N	41W	CHUNDY*	90655	Natural Gas
26029211100000	MILNER 24-26	Plugged and Abandoned	SE SW	26	5N	41W	CHUNDY*	90655	Natural Gas
26029211110000	MILNER 32-26	Plugged and Abandoned	SW NE	26	5N	41W	CHUNDY*	90655	Natural Gas
26029211120000	MILNER 34-26	Shut_In	SW SE	26	5N	41W	CHUNDY*	90655	Natural Gas
26029211130000	DASCHOFISKY 44-32	Shut_In	SE SE	32	5N	41W	CHUNDY WEST*	90695	Natural Gas
26029211150000	MILNER 31-26	Shut_In	NW NE	26	5N	41W	CHUNDY*	90655	Natural Gas
26029211160000	HAYNES 31-18	Shut_In	NW NE	18	5N	41W	JEN	90820	Natural Gas
26029211180000	HAYNES 42-18	Shut_In	SE NE	18	5N	41W	JEN	90820	Natural Gas
26029211210000	HOGSETT 24-1	Plugged and Abandoned	SE SW	1	5N	41W	CHUNDY NORTHEAST	90905	Natural Gas
26029211220000	HAYNES 32-18	Shut_In	SW NE	18	5N	41W	JEN	90820	Natural Gas
26029211230000	DAY 11-25	Shut_In	NW NW	25	5N	41W	CHUNDY*	90580	Natural Gas
26029211300000	HOGSETT 12-11	Plugged and Abandoned	SW NW	11	5N	41W	CHUNDY NORTHEAST	90905	Natural Gas

26029211340000	CAHOW	42-28	Shut_In	SE NE	28	5N	41W	CHUNDY WEST*	90815	Nat.
26029211350000	DAY	31-25	Plugged and Abandoned	NW NE	25	5N	41W	CHUNDY*	90580	Natural Gas
26029211360000	DAY	32-25	Shut_In	SW NE	25	5N	41W	CHUNDY*	90580	Natural Gas
26029211370000	DAY	33-25	Plugged and Abandoned	NW SE	25	5N	41W	CHUNDY*	90580	Natural Gas
26029211380000	DAY	34-25	Shut_In	SW SE	25	5N	41W	CHUNDY*	90580	Natural Gas
26029211390000	DAY	41-25	Plugged and Abandoned	NE NE	25	5N	41W	CHUNDY*	90580	Natural Gas
26029211400000	DAY	42-25	Plugged and Abandoned	SE NE	25	5N	41W	CHUNDY*	90580	Natural Gas
26029211410000	DAY	43-25	Plugged and Abandoned	NE SE	25	5N	41W	CHUNDY*	90580	Natural Gas
26029211420000	DAY	44-25	Plugged and Abandoned	SE SE	25	5N	41W	CHUNDY*	90580	Natural Gas
26029211440000	JONES	12-31B	Shut_In	SW NW	31	5N	40W	CHUNDY*	89225	Natural Gas
26029211450000	JONES	22-31B	Shut_In	SE NW	31	5N	40W	CHUNDY*	89225	Natural Gas
26029211460000	JONES	11-31	Plugged and Abandoned	NW NW	31	5N	40W	CHUNDY*	89225	Natural Gas
26029211500000	DAY	14-30	Plugged and Abandoned	SW SW	30	5N	40W	CHUNDY*	90580	Natural Gas
26029211520000	DAY	23-30	Shut_In	NE SW	30	5N	40W	CHUNDY*	90580	Natural Gas
26029211530000	HAYNES	12-17	Shut_In	SW NW	17	5N	41W	JEN	90820	Natural Gas
26029211540000	HAYNES	21-17	Shut_In	NE NW	17	5N	41W	JEN	90820	Natural Gas
26029211550000	HAYNES	41-18	Shut_In	NE NE	18	5N	41W	JEN	90820	Natural Gas
26029211560000	DASCHOF SKY	14-33	Shut_In	SW SW	33	5N	41W	CHUNDY WEST*	90695	Natural Gas
26029211570000	DASCHOF SKY	22-33	Shut_In	SE NW	33	5N	41W	CHUNDY WEST*	90695	Natural Gas
26029211640000	HOGSETT	11-11	Plugged and Abandoned	NW NW	11	5N	41W	CHUNDY NORTHEAST	90905	Natural Gas
26029211650000	DAY	13-19	Plugged and Abandoned	NW SW	19	5N	40W	CHUNDY*	90580	Natural Gas
26029211670000	DAY	24-19	Shut_In	SE SW	19	5N	40W	CHUNDY*	90580	Natural Gas
26029211720000	HAYNES	31-17	Plugged and Abandoned	NW NE	17	5N	41W	JEN	90820	Natural Gas
26029211750000	DASCHOF SKY	11-33	Shut_In	NW NW	33	5N	41W	CHUNDY WEST*	90695	Natural Gas
26029211770000	HAYNES	21-18	Plugged and Abandoned	NE NW	18	5N	41W	JEN	90820	Natural Gas
26029211780000	HAYNES	22-18	Shut_In	SE NW	18	5N	41W	JEN	90820	Natural Gas
26029211800000	HAYNES	11-17	Shut_In	NW NW	17	5N	41W	JEN	90820	Natural Gas
26029211820000	CAHOW	34-21	Plugged and Abandoned	SW SE	21	5N	41W	CHUNDY WEST*	90815	Natural Gas
26029211830000	DASCHOF SKY	42-32	Shut_In	SE NE	32	5N	41W	CHUNDY WEST*	90695	Natural Gas
26029211840000	DASCHOF SKY	43-32	Shut_In	NE SE	32	5N	41W	CHUNDY WEST*	90695	Natural Gas
26029211850000	DASCHOF SKY	41-32	Plugged and Abandoned	NE NE	32	5N	41W	CHUNDY WEST*	90695	Natural Gas
26029211860000	DASCHOF SKY	12-33	Shut_In	SW NW	33	5N	41W	CHUNDY WEST*	90695	Natural Gas
26029211870000	DASCHOF SKY	13-33	Shut_In	NW SW	33	5N	41W	CHUNDY WEST*	90695	Natural Gas
26029211880000	DASCHOF SKY	21-33	Shut_In	NE NW	33	5N	41W	CHUNDY WEST*	90695	Natural Gas
26029211890000	DASCHOF SKY	23-33	Shut_In	NE SW	33	5N	41W	CHUNDY WEST*	90695	Natural Gas

26029211900000	CAHOW	44-21	Plugged and Abandoned	SE SE	21	5N	41W	CHUNDY WEST*	90815	Natural Gas
26029211920000	CAHOW	43-21	Shut_In	NE SE	21	5N	41W	CHUNDY WEST*	90815	Natural Gas
26029211940000	WEIS	42-5	Shut_In	SE NE	5	5N	41W	CHUNDY NORTHWEST	90910	Natural Gas
26029211980000	MILNER	14-22	Shut_In	SW SW	22	5N	41W	CHUNDY*	90655	Natural Gas
26029211990000	MILNER	22-22	Shut_In	SE NW	22	5N	41W	CHUNDY*	90655	Natural Gas
26029212000000	MILNER	23-22	Shut_In	NE SW	22	5N	41W	CHUNDY*	90655	Natural Gas
26029212010000	MILNER	34-22	Plugged and Abandoned	SW SE	22	5N	41W	CHUNDY*	90655	Natural Gas
26029212030000	HOGSETT	31-1	Shut_In	NW NE	1	5N	41W	CHUNDY NORTHEAST	90905	Natural Gas
26029212040000	HOGSETT	32-1	Shut_In	SW NE	1	5N	41W	CHUNDY NORTHEAST	90905	Natural Gas
26029212080000	WEIS	32-5	Plugged and Abandoned	SW NE	5	5N	41W	CHUNDY NORTHWEST	90910	Natural Gas
26029212090000	WEIS	44-5	Shut_In	SE SE	5	5N	41W	CHUNDY NORTHWEST	90910	Natural Gas
26029212110000	WEIS	34-5	Plugged and Abandoned	SW SE	5	5N	41W	CHUNDY NORTHWEST	90910	Natural Gas
26029212130000	WEIS	43-5	Shut_In	NE SE	5	5N	41W	CHUNDY NORTHWEST	90910	Natural Gas
26029212140000	HOGSETT	21-1	Shut_In	NE NW	1	5N	41W	CHUNDY NORTHEAST	90905	Natural Gas
26029212150000	HOGSETT	22-1	Shut_In	SE NW	1	5N	41W	CHUNDY NORTHEAST	90905	Natural Gas
26029212160000	HOGSETT	44-1	Shut_In	SE SE	1	5N	41W	CHUNDY NORTHEAST	90905	Natural Gas
26029212170000	HOGSETT	34-1	Plugged and Abandoned	SW SE	1	5N	41W	CHUNDY NORTHEAST	90905	Natural Gas
26029212190000	CAHOW	32-28	Plugged and Abandoned	SW NE	28	5N	41W	CHUNDY WEST*	90815	Natural Gas
26029212370000	STATE LEASE 541	43-16	Plugged and Abandoned	NE SE	16	5N	41W	CHUNDY*	99999	Natural Gas
26029212380000	JUTTEN SWD	1	Active Injection	NE SE	20	5N	41W	CHUNDY WEST*	99999	SWD
26029212400000	DASCHOFKY	24-33	Plugged and Abandoned	SE SW	33	5N	41W	CHUNDY WEST*	90695	Natural Gas
26029212410000	DASCHOFKY	33-33	Plugged and Abandoned	NW SE	33	5N	41W	CHUNDY WEST*	90695	Natural Gas
26029212430000	DAY	23-19	Shut_In	NE SW	19	5N	40W	CHUNDY*	90580	Natural Gas
26029212600000	JONES	31-20	Expired Permit	NW NW	20	5N	40W	WILDCAT	99999	Expired
26029212610000	HOGSETT	42-12	Expired Permit	SE NE	12	5N	41W	WILDCAT	99999	Expired
26029212620000	FANNING	11-19	Dry and Abandoned	NW NW	19	5N	40W	WILDCAT	99999	Dry Hole
26029212780000	JONES	31-20	Expired Permit	NW NW	20	5N	40W	WILDCAT	99999	Expired
DUNDY COUNTY										
26057210950000	LINCOLN FOUNDATION INC. "A"		Dry and Abandoned	SE NE	2	3N	40W		99999	Dry Hole
26057214870000	AMBROSEK	11-5	Shut_In	NW NW	5	4N	40W	CHUNDY*	89375	Natural Gas
26057215000000	JONES	41-12	Shut_In	NE NE	12	4N	41W	CHUNDY*	89400	Natural Gas
26057215020000	SEWARD SWD	1	Active Injection	NW NW	22	4N	41W	CHUNDY*	99999	SWD
26057215300000	MEESKE	31-6	Shut_In	NW NE	6	4N	41W	CHUNDY WEST*	90595	Natural Gas
26057215910000	SUPREME INVESTMENTS	41-6	Shut_In	NE NE	6	4N	41W	CHUNDY WEST*	90590	Natural Gas

26057215920000	SUPREME INVESTMENTS	43-6	Shut_In	NE SE	6	4N	41W	CHUNDY WEST*	90590	Natural Gas
26057215930000	SUPREME INVESTMENTS	33-6	Shut_In	NW SE	6	4N	41W	CHUNDY WEST*	90590	Natural Gas
26057215940000	SUPREME INVESTMENTS	13-6	Shut_In	NW SW	6	4N	41W	CHUNDY WEST*	90590	Natural Gas
26057215960000	SUPREME INVESTMENTS	24-6	Shut_In	SE SW	6	4N	41W	CHUNDY WEST*	90590	Natural Gas
26057215980000	SUPREME INVESTMENTS	14-6	Shut_In	SW SW	6	4N	41W	CHUNDY WEST*	90590	Natural Gas
26057215990000	SUPREME INVESTMENTS	21-6	Shut_In	NE NW	6	4N	41W	CHUNDY WEST*	90590	Natural Gas
26057216000000	SUPREME INVESTMENTS	22-6	Shut_In	SE NW	6	4N	41W	CHUNDY WEST*	90590	Natural Gas
26057216010000	SUPREME INVESTMENTS	32-6	Shut_In	SW NE	6	4N	41W	CHUNDY WEST*	90590	Natural Gas
26057216020000	SUPREME INVESTMENTS	44-6	Shut_In	SE SE	6	4N	41W	CHUNDY WEST*	90590	Natural Gas
26057216030000	SUPREME INVESTMENTS	34-6	Shut_In	SW SE	6	4N	41W	CHUNDY WEST*	90590	Natural Gas
26057216110000	SUPREME INVESTMENTS	32-4	Shut_In	SW NE	4	4N	41W	CHUNDY WEST*	90590	Natural Gas
26057216120000	SUPREME INVESTMENTS	23-6	Shut_In	NE SW	6	4N	41W	CHUNDY WEST*	90590	Natural Gas
26057216130000	SUPREME INVESTMENTS	42-6	Plugged and Abandoned	SE NE	6	4N	41W	CHUNDY WEST*	90590	Natural Gas
26057216200000	SUPREME INVESTMENTS	42-4	Shut_In	SE NE	4	4N	41W	CHUNDY WEST*	90590	Natural Gas
26057216210000	SUPREME INVESTMENTS	23-4	Plugged and Abandoned	NE SW	4	4N	41W	CHUNDY WEST*	90590	Natural Gas
26057216220000	SUPREME INVESTMENTS	13-5	Shut_In	NW SW	5	4N	41W	CHUNDY WEST*	90590	Natural Gas
26057216230000	SUPREME INVESTMENTS	11-5	Shut_In	NW NW	5	4N	41W	CHUNDY WEST*	90590	Natural Gas
26057216240000	SUPREME INVESTMENTS	14-5	Shut_In	SW SW	5	4N	41W	CHUNDY WEST*	90590	Natural Gas
26057216250000	SUPREME INVESTMENTS	12-5	Shut_In	SW NW	5	4N	41W	CHUNDY WEST*	90590	Natural Gas
KIMBALL COUNTY										
26105050980000	WOOLSEY	4	Plugged and Abandoned	NW SW NW	14	12N	56W	ALLCHIN	43500	EOR
26105051010000	WOOLSEY	3	Plugged and Abandoned	NW SE NW	14	12N	56W	ALLCHIN	43500	EOR
26105051020000	WOOLSEY	2	Plugged and Abandoned	NW SW NW	14	12N	56W	ALLCHIN	43500	Oil/Gas Well
26105051410000	WOOLSEY	1	Plugged and Abandoned	NW NW NW	14	12N	56W	ALLCHIN	43500	Oil/Gas Well
26105225620000	WOOLSEY	10	Plugged and Abandoned	NW NW	14	12N	56W	ALLCHIN	43500	Oil/Gas Well
PERKINS COUNTY										
26135210310000	PREVAILING WINDS	13-23	Plugged and Abandoned	NW SW	23	10N	39W	HAGAN	89650	Natural Gas
26135210320000	PREVAILING WINDS	32-23	Plugged and Abandoned	SW NE	23	10N	39W	HAGAN	89650	Natural Gas
26135210330000	PREVAILING WINDS	42-23	Plugged and Abandoned	SE NE	23	10N	39W	HAGAN	89650	Natural Gas
26135210340000	PREVAILING WINDS	43-23	Plugged and Abandoned	NE SE	23	10N	39W	HAGAN	89650	Natural Gas
26135210390000	PREVAILING WINDS	14-23	Plugged and Abandoned	SW SW	23	10N	39W	HAGAN	89650	Natural Gas

26135210410000	HAGAN	41-27	Plugged and Abandoned	NE NE NE	27	10N	39W	HAGAN	89425	Natural Gas
26135210420000	KARRE	31-26	Plugged and Abandoned	NW NW NE	26	10N	39W	HAGAN	89500	Natural Gas
26135210440000	KROEKER	11-25	Plugged and Abandoned	NW NW	25	10N	39W	HAGAN	89450	Natural Gas
26135210510000	MALMKAR	44-22	Plugged and Abandoned	SE SE SE	22	10N	39W	HAGAN	89475	Natural Gas
26135210540000	HAGAN	21-26	Plugged and Abandoned	NE NW	26	10N	39W	HAGAN	89425	Natural Gas
26135210560000	KROEKER	14-24	Plugged and Abandoned	SW SW	24	10N	39W	HAGAN	89450	Natural Gas
26135210580000	YOUNG SWD	1	Plugged and Abandoned	NE SE	30	10N	38W	HAGAN	99999	SWD
26135210590000	KARRE	41-26	Plugged and Abandoned	NE NE	26	10N	39W	HAGAN	89500	Natural Gas
26135210600000	PREVAILING WINDS	24-23	Plugged and Abandoned	SE SW	23	10N	39W	HAGAN	89650	Natural Gas
26135210610000	PREVAILING WINDS	34-23	Plugged and Abandoned	SW SE	23	10N	39W	HAGAN	89650	Natural Gas
26135210620000	PREVAILING WINDS	44-23	Plugged and Abandoned	SE SE	23	10N	39W	HAGAN	89650	Natural Gas
26135210630000	PREVAILING WINDS	33-23	Plugged and Abandoned	NW SE	23	10N	39W	HAGAN	89650	Natural Gas
26135210640000	STEPHENSON FARMS	31-23	Plugged and Abandoned	NW NE	23	10N	39W	HAGAN	90735	Natural Gas
26135210650000	STEPHENSON FARMS	41-23	Plugged and Abandoned	NE NE	23	10N	39W	HAGAN	90735	Natural Gas
26135210660000	REGIER	11-24	Plugged and Abandoned	NW NW	24	10N	39W	HAGAN	90705	Natural Gas
26135210670000	REGIER	12-24	Plugged and Abandoned	SW NW	24	10N	39W	HAGAN	90705	Natural Gas
26135210680000	REGIER	21-24	Plugged and Abandoned	NE NW	24	10N	39W	HAGAN	90705	Natural Gas
26135210810000	MALMKAR	42-22	Plugged and Abandoned	SE NE	22	10N	39W	HAGAN	89475	Natural Gas