

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 KEBRH OPERATING LLC TO)
SHOW CAUSE IF ANY THERE BE, WHY THE) CASE NO. 24-02
COMMISSION SHOULD NOT CAUSE CERTAIN WELLS)
TO BE PLUGGED AND ABANDONED AND THE) ORDER NO. R-949
LANDS RESTORED TO AGRICULTURAL USING)
USING COMMISSION CONTROLLED FUNDS)

ORDER OF THE COMMISSION

This cause came on for hearing at 10:00 a.m., February 20, 2024, at Sidney, Nebraska, before the Nebraska Oil and Gas Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 20th day of February, 2024, the Commission, a quorum being present, having considered the application, the evidence adduced, the recommendation of the Commission staff, and being fully advised in the premises,

FINDS:

1. That notice of the filing of the application and the time and place of hearing was given in all respects as required by law and the rules of the Commission, and the Commission has jurisdiction of this cause and of all persons interested therein and is authorized by law to enter this Order.
2. That the subject matter of the Application is shown on Exhibit 1; a listing of the wells operated by KEBRH Operating LLC in the State of Nebraska.
3. That said Operator and the Commission have reached a voluntary agreement and that these listed wells have no economic value.
4. That the Commission took Judicial Notice of its records as to the Notice of Hearing, Certificate, Affidavit of Publication, and Return Receipt of Delivery

5. That no written objection to the application was filed.

IT IS THEREFORE ORDERED:

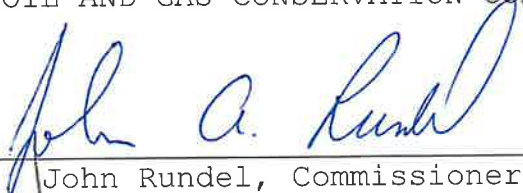
1. That the Application of the Nebraska Oil and Gas Conservation Commission, on its own motion, for an order directing KEBRH Operating LLC (with Mr. Hrbek, the LLC Principle officer) to appear before the Commission to show cause, if any there be, why the Commission should not cause the locations and the lands operated to be restored to agricultural use, is hereby approved.
2. That KEBRH Operating LLC agrees to relinquish control and the Commission agrees to assume control of the wells upon Exhibit 1 operated by KEBRH Operating LLC.
3. That KEBRH Operating LLC agrees to remove all surface equipment from the relinquished wells within 90 days of the date of execution of this settlement agreement. KEBRH Operating LLC shall not have access to the well site before or during the plugging operations except for the said 90-day period.
4. KEBRH Operating LLC shall be entitled to enter upon the premises of the relinquished wells to remove of the tubing and rods once the same have been pulled and the well plugged under the following conditions:
 - a. The Commission will call KEBRH Operating LLC at (970) 571-3779 to let them know when the tubing and rods are available to be picked up. Also, the Commission will send an email to Mr. Hrbek at the kebrh333@gmail.com email address. Finally, the Commission will follow up with a written letter to Hrbek giving the date and time of the call and the email.
 - b. KEBRH Operating LLC shall have three weeks after the call and email in which to remove the tubing and rods.
 - c. The date of the call and email will begin the three-week period during which KEBRH Operating LLC must remove the tubing and rods. The date of the call will be shown in the letter from the Commission. To be clear, the three-week period begins when the call and

email are made and not when Hrbek answers the call or opens the email.

5. The tubing and rods will be laid in a place that is readily accessible and will not interfere with reclamation of the property.
6. That the tubing will not be used as "work-strings" by the plugging crews for pouring concrete into the wells as part of plugging operations.
7. There will be a "weather permitting" exception extending the three-week deadline to pick up the tubing and rods by one additional week, only, in the event of inclement weather reasonably interfering with the pick-up. Any tubing and rods remaining on the property after such period will be deemed abandoned and will become the property of the Commission.
8. That the Commission shall retain jurisdiction in this matter.
9. That the effective date of this Order shall be February 20, 2024.

DONE, at Sidney, Nebraska on the day and year hereinabove designated.

STATE OF NEBRASKA
OIL AND GAS CONSERVATION COMMISSION



John Rundel, Commissioner



Dallen Juelfs, Commissioner

Paul Strommen, Commissioner