

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

074539

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name:			License Number:			
Operator Address:						
Contact Person:			Phone Number:			
Lease Name & Well No.:			Pit Location (QQQQ):			
Type of Pit:	Pit is:					
Emergency Pit Burn Pit	Proposed Existing		SecTwp R			
Settling Pit Drilling Pit	If Existing, date constructed:		Feet from North / South Line of Section			
Workover Pit Haul-Off Pit	Dit consoits:		Feet from East / West Line of Section			
(If WP Supply API No. or Year Drilled)	rilled) Pit capacity:		County			
Is the pit located in a Sensitive Ground Water Area? Yes No		Chloride concentration: mg/l				
To the processing in a content of country training			(For Emergency Pits and Settling Pits only)			
Is the bottom below ground level? Yes No	Artificial Liner? Yes N	No	How is the pit lined if a plastic liner is not used?			
			NAC data (for a)			
Pit dimensions (all but working pits):		,	Width (feet) N/A: Steel Pits No Pit			
If the pit is lined give a brief description of the li	om ground level to dee ner		dures for periodic maintenance and determining			
material, thickness and installation procedure.		liner integrity, including any special monitoring.				
Distance to nearest water well within one-mile of pit:		Depth to shallowest fresh water feet. Source of information:				
feet Depth of water wellfeet		measured well owner electric log KDWR				
Emergency, Settling and Burn Pits ONLY:		Drilling, Workover and Haul-Off Pits ONLY:				
Producing Formation:		Type of material utilized in drilling/workover:				
Number of producing wells on lease:		Number of working pits to be utilized:				
Barrels of fluid produced daily:		Abandonment procedure:				
Does the slope from the tank battery allow all spilled fluids to		Drill nite must h	e closed within 365 days of spud date.			
flow into the pit? Yes No						
Submitted Electronically						
KCC OFFICE USE ONLY						
Liner Steel Pit RFAC RFA						
Date Received: Permit Num	ber:	Permi	t Date: Lease Inspection: Yes No			

Kansas Corporation Commission Oil & Gas Conservation Division

HAUL-OFF PIT APPLICATION FILING REQUIREMENTS

82-3-607	DICDOCAL	AND DIT	CONTENTS.
8/5-DU/	DISPUSAL		COMITMIS

- (a) Each operator shall perform one of the following when disposing of dike or pit contents:
 - (1) Remove the liquid contents to a disposal well or other oil and gas operation approved by the commission or to road maintenance or construction locations approved by the department;
 - (2) dispose of reserve pit waste down the annular space of a well completed according to the alternate I requirements of K.A.R. 82-3-106, if the waste to be disposed of was generated during the drilling and completion of the well; or
 - (3) dispose of the remaining solid contents in any manner required by the commission. The requirements may include any of the following:
 - (A) Burial in place, in accordance with the grading and restoration requirements in K.A.R. 82-3-602 (f);
 - (B) removal and placement of the contents in an on-site disposal area approved by the commission;
 - (C) removal and placement of the contents in an off-site disposal area on acreage owned by the same landowner or to another producing lease or unit operated by the same operator, if prior written permission from the landowner has been obtained; or
 - (D) removal of the contents to a permitted off-site disposal area approved by the department.
- (b) Each violation of this regulation shall be punishable by the following:
 - (1) A \$1,000 penalty for the first violation;
 - (2) a \$2.500 penalty for the second violation; and
 - (3) a \$5,000 penalty and an operator license review for the third violation.

Complete and return with Haul-Off Pit Application, Form CDP1(2004)

Haul-off pit will be located in an on-site disposal area: \square Yes \square No
Haul-off pit is located in an off-site disposal area on acreage owned by the same landowner: \square Yes \square No If yes, written permission from the land owner must be obtained. Attach writte permission to haul-off pit application.
Haul-off pit is located in an off-site disposal area on another producing lease or unit operated by the same operator: \square Yes \square No If yes, written permission from the land owner must be obtained. Attacopermission and a copy of the lease assignment that covers the acreage where the haul-off pit is to blocated, to the haul-off pit application.

Landowner Permission for construction of an off-site reserve pit:

I the undersigned, being the landowner of the northwest quarter of section 28-18s-31w in Scott County Kansas, hereby grant my permission for the construction of an off-site earthen reserve pit for the purpose of drilling the Huslig #2-28.

The well is to be located in the SE NE SW NE of Section 21-22s-33w. The reserve pit will be located outside of the center-pivot irrigation system in the SW SW NE of section 28.

Name (please print): Leverye N. Hustig

Signed: Severy M. Klusty Rev. Ta.,

Date: 2-32.12



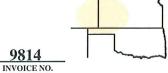
AUTHORIZED BY:.

Pro-Stake LLC

Oil Field & Construction Site Staking

P.O. Box 2324

Garden City, Kansas 67846 Office/Fax: (620) 276-6159



PLAT NO. Cell: (620) 272-1499 **Huslig #2-28** Berexco, Inc. OPERATOR LEASE NAME Scott County, KS 1922' FNL – 1542' FEL 31w 18s LOCATION SPOT COUNTY Sec. Twp. GR. ELEVATION: 2945.9° 1" =1000' SCALE: Jan 19th, 2012 Directions: From the center of Scott City, KS at the DATE STAKED: Luke R. MEASURED BY: 96 - Now go 1 mile South on Union Rd to the NE corner of Luke R. DRAWN BY:

This drawing does not constitute a monumented survey or a land survey plat.

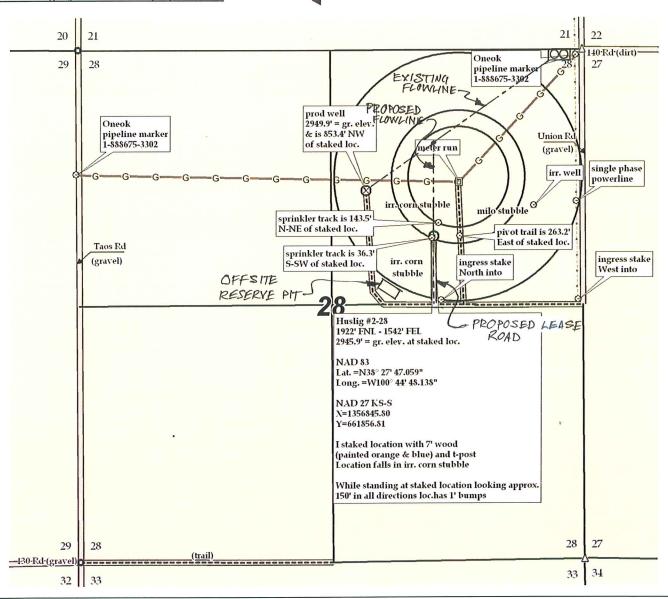
q012012k

This drawing is for construction purposes only.

Evan M.

Directions: From the center of Scott City, KS at the intersection of Hwy 83 & Hwy 96 – Now go 9 miles East on Hwy 96 – Now go 1 mile South on Union Rd to the NE corner of section 28-18s-31w – Now go 0.5 mile South on Union Rd to ingress stake West into – Now go 0.3 mile West on lease rd to ingress stake North into – Now go approx. 730' North through irr. corn stubble into staked location.

Final ingress must be verified with land owner or Operator.



Conservation Division Finney State Office Building 130 S. Market, Rm. 2078 Wichita, KS 67202-3802



Phone: 316-337-6200 Fax: 316-337-6211 http://kcc.ks.gov/

Sam Brownback, Governor

Mark Sievers, Chairman Ward Loyd, Commissioner Thomas E. Wright, Commissioner

February 27, 2012

Evan Mayhew BEREXCO LLC 2020 N. BRAMBLEWOOD WICHITA, KS 67206-1094

Re: Drilling Pit Application Huslig 2-28 Sec.28-18S-31W Scott County, Kansas

Dear Evan Mayhew:

District staff has inspected the above referenced location and has determined that the Haul-Off pit shall be constructed <u>without slots</u>, the bottom shall be flat and reasonably level, and the free fluids must be removed. The fluids are to be removed from the Haul-Off pit within 96 hours of completion of drilling operations.

NO completion fluids or non-exempt wastes shall be placed in the Haul-Off pit.

The fluids should be taken to an authorized disposal well. Please call the District Office at (620) 225-8888 when the fluids have been removed. Please file form CDP-5 (August 2008), Exploration and Production Waste Transfer, through KOLAR within 30 days of fluid removal.

If you have any questions or concerns please feel free to contact the District Office at (620) 225-8888.