

**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: <input type="checkbox"/> Emergency Pit <input type="checkbox"/> Burn Pit <input type="checkbox"/> Settling Pit <input type="checkbox"/> Drilling Pit <input type="checkbox"/> Workover Pit <input type="checkbox"/> Haul-Off Pit <i>(If WP Supply API No. or Year Drilled)</i> | | Pit is: <input type="checkbox"/> Proposed <input type="checkbox"/> Existing If Existing, date constructed: _____ Pit capacity: _____ (bbls) | |
| Is the pit located in a Sensitive Ground Water Area? <input type="checkbox"/> Yes <input type="checkbox"/> No | | Chloride concentration: _____ mg/l <i>(For Emergency Pits and Settling Pits only)</i> | |
| Is the bottom below ground level? <input type="checkbox"/> Yes <input type="checkbox"/> No | | Artificial Liner? <input type="checkbox"/> Yes <input type="checkbox"/> No | |
| How is the pit lined if a plastic liner is not used? | | | |
| Pit dimensions (all but working pits): _____ Length (feet) _____ Width (feet) <input type="checkbox"/> N/A: Steel Pits Depth from ground level to deepest point: _____ (feet) <input type="checkbox"/> No Pit | | | |
| If the pit is lined give a brief description of the liner material, thickness and installation procedure. | | Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. | |
| Distance to nearest water well within one-mile of pit: _____ feet Depth of water well _____ feet | | Depth to shallowest fresh water _____ feet. Source of information: <input type="checkbox"/> measured <input type="checkbox"/> well owner <input type="checkbox"/> electric log <input type="checkbox"/> KDWR | |
| Emergency, Settling and Burn Pits ONLY: Producing Formation: _____ Number of producing wells on lease: _____ Barrels of fluid produced daily: _____ Does the slope from the tank battery allow all spilled fluids to flow into the pit? <input type="checkbox"/> Yes <input type="checkbox"/> No | | Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: _____ Number of working pits to be utilized: _____ Abandonment procedure: _____ _____ Drill pits must be closed within 365 days of spud date. | |
| Submitted Electronically | | | |

KCC OFFICE USE ONLY
 Liner Steel Pit RFAC RFAS

 Date Received: _____ Permit Number: _____ Permit Date: _____ Lease Inspection: Yes No

Kansas Corporation Commission Oil & Gas Conservation Division

HAUL-OFF PIT APPLICATION FILING REQUIREMENTS

82-3-607. DISPOSAL OF DIKE AND PIT CONTENTS.

- (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: Yes No

Haul-off pit is located in an off-site disposal area on acreage owned by the same landowner:
 Yes No If yes, written permission from the land owner must be obtained. Attach written 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: Yes No If yes, written permission from the land owner must be obtained. Attach permission and a copy of the lease assignment that covers the acreage where the haul-off pit is to be located, to the haul-off pit application.

The Garden City Company
P.O. Box 597
Garden City, KS 67846

April 18, 2012

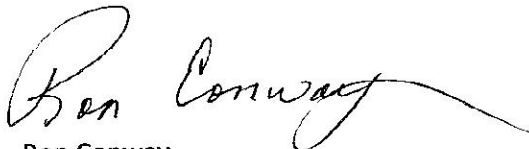
Kansas Corporation Commission
Conservation Division
130 S. Market Room 2078
Wichita, KS 67202

To Whom It May Concern:

Let this letter serve as permission for Oxy USA, Inc., to build a haul-off pit in the NE quarter of Section 22 Township 23S Range 34W.

If you have questions or concerns, please contact me at 620-276-3246.

Sincerely,

A handwritten signature in cursive script that reads "Ron Conway". The signature is written in black ink and has a long, sweeping tail that extends to the right.

Ron Conway

Summary of Changes

Lease Name and Number: SMU 319

API/Permit #: 15-055-22139-00-00

Doc ID: 1079291

Correction Number: 1

| Field Name | Previous Value | New Value |
|---|---|---|
| Depth Of Water Well | 300 | 226 |
| Feet to Nearest Water Well Within One-Mile of Pit | 15 | 340 |
| KCC Only - Date Received | 04/18/2012 | 04/23/2012 |
| KCC Only - Permit Date | 04/18/2012 | 04/23/2012 |
| KCC Only - Regular Section Quarter Calls | SW SE NE | SW SE SE NE |
| LocationInfoLink | https://solar.kgs.ku.edu/kcc/detail/locationInformation.cfm?section=22&t990 | https://solar.kgs.ku.edu/kcc/detail/locationInformation.cfm?section=22&t600 |
| Number of Feet East or West From Section Line | | |
| Number of Feet North or South From Section Line | 2970 | 2800 |
| Quarter Call 3 | SW | SE |
| Quarter Call 4 - Smallest | | SW |
| Save Link | ../kcc/detail/operatorEditDetail.cfm?docID=1079014 | ../kcc/detail/operatorEditDetail.cfm?docID=1079291 |

Summary of Attachments

Lease Name and Number: SMU 319

Doc ID: 1079291

Correction Number: 1

Attachment Name

SMU 319 Pit Letter from Landowner