

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

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: Emergency Pit Burn Pit Settling Pit Drilling Pit | Pit is: Proposed Existing If Existing, date constructed: | | SecTwp R East West |
| Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled) | Pit capacity: (bbls) | | Feet from North / South Line of Section Feet from East / West Line of Section County |
| Is the pit located in a Sensitive Ground Water Area? | | Chloride concentration: mg/l (For Emergency Pits and Settling Pits only) | |
| Is the bottom below ground level? | Artificial Liner? | | How is the pit lined if a plastic liner is not used? |
| Pit dimensions (all but working pits): Length (feet) Width (feet) N/A: Steel F Depth from ground level to deepest point: Image: No Pit Image: No Pit | | | |
| material, thickness and installation procedure. | | liner integrity, in | ncluding 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 p | procedure: |
| Does the slope from the tank battery allow all spilled fluids to flow into the pit? | | Drill pits must be closed within 365 days of spud date. | |
| Submitted Electronically | | | |
| KCC OFFICE USE ONLY | | | |
| Date Received: Permit Numb | per: | Permi | it Date: Lease Inspection: Yes No |

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202



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

Mark Sievers, Chairman Thomas E. Wright, Commissioner Sam Brownback, Governor

August 14, 2012

David Ehler Adams Resources Exploration Corporation PO BOX 844 HOUSTON, TX 77001

Re: Drilling Pit Application GRIEVE TRUST 1-10 Sec.10-26S-11W Pratt County, Kansas

Dear David Ehler:

District staff has inspected the above referenced location and has determined that the Workover pit shall be constructed **without slots**, the bottom shall be flat and reasonably level, and the free fluids must be removed. The fluids are to be removed from the Workover pit within 24 hours of completion of drilling operations.

NO completion fluids or non-exempt wastes shall be placed in the Workover 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.