

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

320474

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 Haul-Off Pit (If WP Supply API No. or Year Drilled)	Pit is: Proposed Existing If Existing, date constructed: Pit capacity: (bbls)		SecTwpR East West West Feet from Rast / West 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 Pits				
Depth fro	om ground level to dee	epest point:	(feet) No Pit				
material, thickness and installation procedure.		iller integrity, ii	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, Work	over 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 flow into the pit?		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 Num	ber:	Permi	it 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. Attachermission 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.

WRITTEN CONSENT

WHEREAS, Carrie Exploration and Development LLC, by the undersigned Ronald B. Herold, in his capacity as President of Carrie Exploration and Development LLC, hereafter called Lessee, (whether one or more), and Sara Fair Sleeper, Alan R. Sleeper, Barbra Ann Sleeper-Hulsizer and James Alan Sleeper, in his capacity as authorized agent for all Lessors, hereafter called tenants, for and in consideration of the sum of Ten and More Dollars (\$10.00) cash in hand paid and other good and valuable considerations, the receipt of which is hereby acknowledged, does hereby agree, consent and give permission to transfer drilling & completion fluids of a exploratory well to be drilled on the NW/4 of 36-22-10 in Reno County, Kansas, on said premises in order to produce oil, gas and other minerals in and under, and that may be produced from the above mentioned Fair B described exploratory well, with said fluids to be contained in pits upon nearby lands described as, in the State of KANSAS, to wit:

Northeast Quarter (NW/4) of Section Thirty (30), Township Twenty-two (22), Range Nine (9), containing one hundred sixty (160) acres, more or less, in Reno County, Kansas.

Tenants warrant the Lessor or successor in interest has the authority to grant the written consent required and agree to indemnify and hold harmless Lessee for any damages in reliance upon this written consent, said agreement shall be binding upon all heirs, successors in interest and any tenants of the below signed Lessor.

WITNESS our hand this 29 day of April, 2014.

Jawa Alan Sleeper.
Authorized Agent for

Tenants

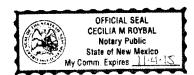
STATE OF Now Wexton
COUNTY OF Souto 3e ss

ACKNOWLEDGMENT

Before me, the undersigned Notary Public, within and for said County and State, on this 29th lay of April, 2014, personally appeared James Alan Sleeper, in his capacity as Authorized Agent for all Tenants, to me personally known to be the identical person who executed the within and foregoing instrument and acknowledged to me that they executed the same as his free and voluntary act and deed for the uses and purposes therein set forth within his capacity and authority as set forth therein.

IN WITNESS WHEREOF I have hereunto set my hand and official seal the day and year last above written.

Calla M. Boyba (NOTARY PUBLIC



Written Consent

WHEREAS, Carrie Exploration and Development LLC, by the undersigned Ronald B. Herold, in his capacity as President of Carrie Exploration and Development LLC, hereafter called Lessee, (whether one or more), and Sara Fair Sleeper, Alan R. Sleeper, Barbara Ann Sleeper-Hulsizer and James Alan Sleeper, in his capacity as authorized agent for all Lessors, hereafter called tenants, for an annual fee for any year from January 1st to December 31st of \$500 from Grand Mesa Operating Company and other good and valuable considerations, the receipt of which is hereby acknowledged, does hereby agree, consent and give permission to transfer drilling and completion fluids of exploratory wells to be drilled on the Peace Creek Fair B C-3, located T22S-R10W SEC 36 SW SW NW in Reno County, Kansas, and a well on the adjoining lease Schweitzer #335 operated by Grand Mesa Operating Company, in Sec T22S R10W SEC 35 in NE/4 with fluids disposed down the disposal well Peace Creek -C4 330' FSL 1217' FEL in SE/4 SEC 25-T22S-R10W operated by Carrie Exploration and Development LLC, permit: D-32302 and the solids spread on the lease roads in SEC 36 T22S-R10W

Tenants warrant the Lessor or successor in interest has the authority to grant the written consent required and agree to indemnify and hold harmless Lessee for any damages in reliance upon this written consent, said agreement shall be binding upon all heirs, successors in interest and any tenants of the below signed Lessor. witness our hand this 2 day of 5gt 2016

amy plan Sluper Authorized Agent for

Tenants

Conservation Division 266 N. Main St., Ste. 220 Wichita, KS 67202-1513



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

Sam Brownback, Governor

Jay Scott Emler, Chairman Shari Feist Albrecht, Commissioner Pat Apple, Commissioner

October 31, 2016

Ron Herold Carrie Exploration & Development, LLC 1611 COPPER CREEK CT. HAYS, KS 67601-2667

Re: Haul-Off Pit Application Peace Creek C-5 Sec.25-22S-10W Reno County, Kansas

Dear Ron Herold:

District staff has inspected the above referenced location and has determined that an unsealed condition will present a pollution threat to water resources.

District staff has recommended that the Haul-Off pit be lined with bentonite or native clay, 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 Haul-Off pit after drilling operations have ceased.

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 (316) 630-4000 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 (316) 630-4000.