KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form CDP-1 May 2010 Form must be Typed

1367707

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name:			License Number:	
Operator Address:			1	
Contact Person:			Phone Number:	
Lease Name & Well No.:			Pit Location (QQQQ):	
Type of Pit:	Pit is: Proposed Existing If Existing, date constructed:		SecTwpR East West	n
Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled)	Pit capacity: (bbls)		Feet from East / West Line of SectionCounty	n
Is the pit located in a Sensitive Ground Water Area? Yes No			Chloride concentration: mg/l (For Emergency Pits and Settling Pits only)	I
Is the bottom below ground level?			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 from ground level to deepest point: (feet) No Pit				
Distance to nearest water well within one-mile of pit:		Depth to shallo	owest fresh water feet.	
		Source of inforr	mation:	
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: Barrels of fluid produced daily:		Number of working pits to be utilized: 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 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: \Box Yes \Box No

Haul-off pit is located in an off-site disposal area on acreage owned by the same landowner:

 \Box Yes \Box 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: \Box Yes \Box 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.



September 20, 2017

Re: Linda 3504 SL #2-5H Linda 3504 SWD #1-5 Section 5-35S-04W Sumner County, KS

To Whom It May Concern,

Destiny Oil Partners, LLC, hereinafter called Destiny, is the surface owner of a 3.06 acre tract in the NE/4 of Section 5-35S-04W, Sumner County, KS. This tract of land is the surface location for the Linda 3504 SL #2-5H and the Linda 3504 SWD #1-5 wells. There will not be an earthen pit on this surface location, therefore Destiny requests permission to transfer drilling mud and cuttings to a surface pit located on another tract of land owned by Destiny.

Destiny also owns a 5.00 acre tract of land in the NE/c of the NW/4 of Section 8-35S-04W, Sumner County, KS. This tract of land is the surface location for the Louise 3504 SL #2-8H well. This surface location contains an earthen pit that we request permission to haul the drilling mud and cuttings from the Linda location.

Destiny Oil Partners, LLC hereby grants permission to itself to transfer the drilling mud and cuttings from the Linda 3504 SL #2-5H and the Linda 3504 SWD #1-5 wells to the earthen pit in the NE/c of the NW/4 of Section 8-35S-04W, being the surface location for the Louise 3504 SL #2-8H well.

Sincerely

Reid McCarty Geologic Manager

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



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

Pat Apple, Chairman Shari Feist Albrecht, Commissioner Jay Scott Emler, Commissioner Sam Brownback, Governor

September 20, 2017

Emad Elrafie Destiny Petroleum LLC 1 DESTINY COVE THE WOODLANDS, TX 77381

Re: Haul-Off Pit Application Linda 3504 SL 2-5H Sec.08-35S-04W Sumner County, Kansas

Dear Emad Elrafie:

District staff has inspected the above referenced location and has determined that the Haul-Off 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 Haul-Off pit as soon as practical 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) 337-7400 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) 337-7400.