

**KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION**

Form CDP-5  
August 2004  
Form must be Typed

**EXPLORATION & PRODUCTION WASTE TRANSFER**

Operator Name: <u>GNAD OIL, LLC</u>		License Number: <u>33906</u>
Operator Address: <u>1411 Mount Pleasant Road Hays, KS 67601</u>		
Contact Person: <u>Mike Gnad</u>		Phone Number: <u>( 785 ) 650 - 7128</u>
Permit Number (API No. if applicable): <u>051-25,853-0000</u>		Lease Name: <u>POLIFKA # 1-8</u>
Source of Waste: <u>15</u>		Well Number: <u>1-8</u>
<input type="checkbox"/> Dike <input type="checkbox"/> Emergency Pit <input type="checkbox"/> Settling Pit <input type="checkbox"/> Workover Pit <input checked="" type="checkbox"/> Drilling Pit <input type="checkbox"/> Burn Pit <input type="checkbox"/> Haul-off Pit <input type="checkbox"/> Steel Pit <input type="checkbox"/> Spill / Escape		Source Location (QQQQ): <u>    </u> - <u>NW</u> - <u>SE</u> - <u>SE</u> Sec. <u>8</u> Twp. <u>13S</u> R. <u>18W</u> <input type="checkbox"/> East <input checked="" type="checkbox"/> West <u>1080</u> Feet from <input type="checkbox"/> North / <input checked="" type="checkbox"/> South Line of Section <u>1250</u> Feet from <input checked="" type="checkbox"/> East / <input type="checkbox"/> West Line of Section <u>Ellis</u> County
Type of waste to be disposed: <input checked="" type="checkbox"/> Fluid <input type="checkbox"/> Soil <input type="checkbox"/> Mud / Cuttings <input type="checkbox"/> Other: _____		
Amount of waste: <u>2</u> No. of loads <u>160</u> Barrels    _____ Tons    _____ YDS		
Destination of waste: <input type="checkbox"/> Reserve Pit <input checked="" type="checkbox"/> Disposal Well <input type="checkbox"/> Lease Road <input type="checkbox"/> Dike / Berm <input type="checkbox"/> Other: _____		
If waste is transferred to another reserve pit, is the lease active? <input type="checkbox"/> Yes <input type="checkbox"/> No		
Location of waste disposal:		Date of Waste Transfer: <u>1/13/09</u>
Operator Name: <u>HERTEL OIL COMPANY, LLC</u>		License No.: <u>33625</u>
Lease Name: <u>OLDHAM # 4 (SWD)</u>		Sec. <u>4</u> Twp. <u>15S</u> R. <u>18W</u> <input type="checkbox"/> East <input checked="" type="checkbox"/> West
Docket No.: <u>D-20,214</u>		County: <u>Ellis</u>

RECEIVED  
KANSAS CORPORATION COMMISSION  
FEB 13 2009  
CONSERVATION DIVISION  
WICHITA, KS

The undersigned hereby certifies that he / she is Laytha M. Gnad  
for GNAD OIL, LLC (Co.), a duly authorized agent, that all information shown hereon is true  
and correct to the best of his / her knowledge and belief.

[Signature]  
Agent Signature

Subscribed and sworn to before me on this 3rd day of February, 2009.

**MICHELLE STEVENS**  
Notary Public - State of Kansas  
My Appt. Expires 4-14-09

Michelle Stevens  
Notary Public

My Commission Expires: 4-14-09