

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

1034320

Form CDP-1 April 2004 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: New Gulf Operating L	LC	License Number: 34162			
Operator Address: 6100 S. YALE,	STE 2010	TULSA OK 74136			
Contact Person: Danny Birdwell			Phone Number: 918-728-3020		
Lease Name & Well No.: Carlene 2			Pit Location (QQQQ):		
Type of Pit: . Emergency Pit Burn Pit Settling Pit Drilling Pit	Pit is: Proposed Existing If Existing, date constructed: 5/24/09 Pit capacity: 5,699 (bbls)		SW SE NW NW Sec. 4 Twp. 24 R. 9 East West 1,150 Feet from North / South Line of Section		
Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled)			700 Feet from East / West Line of Section Reno County		
Is the pit located in a Sensitive Ground Water Area? Yes No			Chloride concentration: mg/l (For Emergency Pits and Settling Pits only)		
Is the bottom below ground level? Yes No	Artificial Liner? Yes No		How is the pit lined if a plastic liner is not used? Solids from drilling operations will self seal		
Pit dimensions (all but working pits): Length (feet) Width (feet) N/A: Steel Pits Depth from ground level to deepest point: 4 (feet) No Pit					
If the pit is lined give a brief description of the material, thickness and installation procedure	liner		dures for periodic maintenance and determining any special monitoring.		
Distance to nearest water well within one-mile 1316 feet Depth of water well	of pit	Depth to shallowest fresh water13feet. Source of information: electric log KDWR			
Emergency, Settling and Burn Pits ONLY:		Drilling, Workover and Haul-Off Pits ONLY:			
Producing Formation: Type			Type of material utilized in drilling/workover: Drilling Mud		
Number of producing wells on lease:	· · · · · · · · · · · · · · · · · · ·	Number of working pits to be utilized: 1			
Barrels of fluid produced daily: Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No		Abandonment procedure: Pits are allowed to dry completely and backfill when conditions allow			
		Drill pits must be closed within 365 days of spud date.			
Submitted Electronically					
KCC OFFICE USE ONLY Steel Pit RFAC RFAS					
Date Received: 01/11/2010 Permit Number: 15-155-21555-00-00 Permit Date: 01/14/2010 Lease Inspection: X Yes No					



located, to the haul-off pit application.

Kathleen Sebelius, Governor Thomas E. Wright, Chairman Michael C. Moffet, Commissioner Joseph F. Harkins, Commissioner

HAUL-OFF PIT APPLICATION FILING REQUIREMENTS

82-3-607.		DISPO	SAL OF DIKE AND PIT CONTENTS.			
(a)		Each o	perator 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 troad 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 requirements of K.A.R. 82-3-106, if the waste to be disposed of was generated during the drilling an completion of the well; or				
	(3)	dispos includ	e of the remaining solid contents in any manner required by the commission. The requirements may le 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 v	iolation of this regulation shall be punishable by the following:			
		a \$2,50	00 penalty for the first violation; 00 penalty for the second violation; and 00 penalty and an operator license review for the third violation.			
Complet	e aı	nd retu	urn with Haul-Off Pit Application, Form CDP1(2004)			
Haul-off p	oit w	/ill be l	ocated in an on-site disposal area: Yes No			
Haul-off p	No	If yes	ed in an off-site disposal area on acreage owned by the same landowner: , written permission from the landowner must be obtained. Attach written permission cation.			

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 landowner must be obtained. Attach permission and a copy of the lease assignment that covers the acreage where the haul-off pit is to be



Mark Parkinson, Governor Thomas E. Wright, Chairman Michael C. Moffet, Commissioner Joseph F. Harkins, Commissioner

January 14, 2010

Danny Birdwell New Gulf Operating LLC 6100 S. YALE, STE 2010 TULSA, OK 74136

Re: Drilling Pit Application Carlene 2 Sec.04-24S-09W Reno County, Kansas

Dear Danny Birdwell:

District staff has inspected the above referenced location and has determined that the Haul-Off pit shall be constructed <u>without slots</u>, 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 within 96 hours of completion of drilling operations.

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 SOLAR 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.