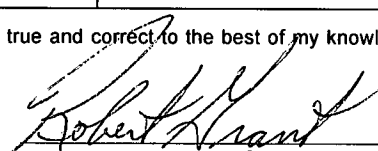


KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
APPLICATION FOR SURFACE PIT

Form CDP-1
April 2004
Form must be Typed

Submit in Duplicate

Operator Name: Berexco, Inc.		License Number: 5363	
Operator Address: P. O. Box 723 Hays, KS 67601			
Contact Person: Robert Grant		Phone Number: 319-772-8160	
Lease Name & Well No.: TSU 2-1		Pit Location (QQQQ): <u>SW</u> <u>NE</u> <u>SW</u> Sec. <u>25</u> Twp. <u>20</u> R. <u>9</u> <input type="checkbox"/> East <input checked="" type="checkbox"/> West <u>1,650</u> Feet from <input type="checkbox"/> North / <input checked="" type="checkbox"/> South Line of Section <u>1,650</u> Feet from <input type="checkbox"/> East / <input checked="" type="checkbox"/> West Line of Section Rice County	
Type of Pit: <input type="checkbox"/> Emergency Pit <input type="checkbox"/> Burn Pit <input type="checkbox"/> Settling Pit <input type="checkbox"/> Drilling Pit <input checked="" type="checkbox"/> Workover Pit <input type="checkbox"/> Haul-Off Pit (If WP Supply API No. or Year Drilled) <u>Tobias #19</u>	Pit is: <input type="checkbox"/> Proposed <input type="checkbox"/> Existing If Existing, date constructed: _____ Pit capacity: <u>200</u> (bbls)		
Is the pit located in a Sensitive Ground Water Area? <input checked="" type="checkbox"/> Yes <input checked="" type="checkbox"/> No		Chloride concentration: _____ mg/l (For Emergency Pits and Settling Pits only)	
Is the bottom below ground level? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Artificial Liner? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	How is the pit lined if a plastic liner is not used?	
Pit dimensions (all but working pits): <u>20</u> Length (feet) <u>12</u> Width (feet) <input type="checkbox"/> N/A: Steel Pits Depth from ground level to deepest point: <u>5</u> (feet) <input type="checkbox"/> No Pit			
If the pit is lined give a brief description of the liner material, thickness and installation procedure. 6 mm plastic liner	Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Visual inspection		
Distance to nearest water well within one-mile of pit <u>-1320</u> ^{<u>2316</u>} feet Depth of water well <u>N/A</u> ^{<u>62</u>} feet	Depth to shallowest fresh water <u>12</u> feet. Source of information: <input type="checkbox"/> measured <input type="checkbox"/> well owner <input type="checkbox"/> electric log <input checked="" type="checkbox"/> KDW		
Emergency, Settling and Burn Pits ONLY: Producing Formation: _____ Number of producing wells on lease: _____ Barrels of fluid produced daily: _____ Does the slope from the tank battery allow all spilled fluids to flow into the pit? <input type="checkbox"/> Yes <input type="checkbox"/> No	Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: <u>Fresh and SW.</u> Number of working pits to be utilized: <u>1</u> Abandonment procedure: <u>Empty and backfill.</u> Drill pits must be closed within 365 days of spud date.		
I hereby certify that the above statements are true and correct to the best of my knowledge and belief.			
Date _____		Signature of Applicant or Agent 	
KCC OFFICE USE ONLY			
Date Received: <u>9/9/09</u>		Permit Number: <u>15-159-02685</u> ^{<u>0000</u>} Permit Date: <u>9/9/09</u> Lease Inspection: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	



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

September 9, 2009

Berexco, Inc.
PO Box 723
Hays, KS 67601

RE: Workover Pit Application
TSU Lease Well No. 2-1
SW/4 Sec. 25-20S-09W
Rice County, Kansas

Dear Sir or Madam:

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 48 hours of completion of workover 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 (316) 630-4000 when the fluids have been removed. Please file form CDP-5 (August 2004), Exploration and Production Waste Transfer, within 30 days of fluid removal. Conservation division forms are available through our office and on the KCC web site: kcc.ks.gov/conservation/forms/

If you have any questions or concerns please feel free to contact the District Office at (316) 630-4000.

CONSERVATION DIVISION

Finney State Office Building, 130 S. Market, Room 2078, Wichita, KS 67202-3802
(316) 337-6200 • Fax: (316) 337-6211 • <http://kcc.ks.gov/>