

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1020442

Form CDP-1 April 2004 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: Daystar Petroleum, Inc.			License Number: 30931		
Operator Address: 1321 W 93 N PO			BOX 360	VALLEY CENTER KS	67147
Contact Person: Charles Schmidt			Phone Number: 316-755-3492		
Lease Name & Well No.: STEIN 2			Pit Location (QQQQ):		
Type of Pit:	Pit is:		<u>SWNWNW</u>		
Emergency Pit Burn Pit Propose		Existing	Sec. 33 Twp. 16 R. 1 East West		
Settling Pit Drilling Pit	If Existing, date of	onstructed:	990 Feet from North / South Line of Section		
	Pit capacity:		Feet from East / X West Line of Section Saline County		
(If WP Supply API No. or Year Drilled) 15-169-00549-00-00					
Is the pit located in a Sensitive Ground Water Area? Yes			Chloride concentrat	tion:	mg/l
			(For Emergency Pits and Settling Pits only)		
Is the bottom below ground level?	Artificial Liner? Yes No		How is the pit lined if a plastic liner is not used?		
Length (leet) Vidth (leet) Vidth (leet) 14/A. Steel Pits					
Depth from ground level to deepest point: (feet) No Pit					
			including any special monitoring.		
Poly liner, 6 mil, drapped in pit, over lapped		Monitor pit daily for loss			
on surface					
Distance to nearest water well within one-mile of pit		Depth to shallowest fresh waterfeet. Source of information:			
		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: Produced Brine				
Number of producing wells on lease:		Number of working pits to be utilized:1			
Barrels of fluid produced daily:		Abandonment procedure: Empty and backfill			
Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No		Drill pits must be closed within 365 days of spud date.			
		1			
Submitted Electronically					
,					
KCC OFFICE USE ONLY Steel Pit RFAC RFAS					
Date Received: 07/10/2008 Permit Number: 15-169-00549-00-00 Permit Date: 07/15/2008 Lease Inspection: X Yes No					



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

July 15, 2008

Charles Schmidt
Daystar Petroleum, Inc.
1321 W 93 N
PO BOX 360
VALLEY CENTER, KS67147-9136

Re: Workover Pit Application STEIN Lease Well No. 2 Sec.33-16S-01W Saline County, Kansas

Dear Charles Schmidt:

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

District staff has recommended that the Workover pit be lined. If a plastic liner is to be used it must have a minimum thickness of 6 mil. Integrity of the liner must be maintained at all times.

NO completion fluids or non-exempt wastes shall be placed in the Workover pit.

The free fluids in the Workover pit should be removed as soon as practical after drilling operations have ceased. 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.