

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

022898

Form CDP-1 April 2004 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: Anderson Energy, Inc.			License Number: 6484		
Operator Address: 221 S BROADWAY STE 312			WICHITA KS 6720		
Contact Person: Bill Anderson			Phone Number: 316-263-1006		
Lease Name & Well No.: Ochs 3			Pit Location (QQQQ):		
Type of Pit:	Pit is:		<u>NE _ NW _ SW _ SW</u>		
Emergency Pit Burn Pit	Proposed	Existing	Sec. 32 Twp. 22 R. 11 East West		
Settling Pit Drilling Pit	If Existing, date constructed:		Feet from North / South Line of Section		
Workover Pit Haul-Off Pit	Pit capacity:		Feet from East / X West Line of Section		
(If WP Supply API No. or Year Drilled)	3,000	(bbls)	Stafford Cour		
Is the pit located in a Sensitive Ground Water Area? Yes No			Chloride concentration: mg/		
			(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? Bentonite gel		
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		1	edures for periodic maintenance and determining including any special monitoring.		
Distance to nearest water well within one-mile of pit			owest fresh water 67 feet.		
1837feet Depth of water well67feet		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: Fresh mud			
Number of producing wells on lease:		Number of working pits to be utilized:			
Barrels of fluid produced daily:		Abandonment	procedure: Steel pits used. Haul off pit will be evaporated and backfilled.		
Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No		Drill pits must I	be closed within 365 days of spud date.		
Submitted Electronically					
KCC OFFICE USE ONLY Steel Pit RFAC RFAS					
Date Received: 10/03/2008 Permit Number: 15-185-23550-00-00 Permit Date: 10/03/2008 Lease Inspection: X Yes No					



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

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: ☑Yes ☐No	
Haul-off pit is located in an off-site disposal area on acreage owned by the same landowner: Yes No If yes, written permission from the landowner must be obtained. Attach written permiss to haul-off pit application.	ion
Haul-off pit is located in an off-site disposal area on another producing lease or unit operated by same operator: Yes No If yes, written permission from the landowner must be obtained. Atta permission and a copy of the lease assignment that covers the acreage where the haul-off pit is to located, to the haul-off pit application.	ach



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

October 03, 2008

Bill Anderson Anderson Energy, Inc. 221 S BROADWAY STE 312 WICHITA, KS67202-4210

Re: Haul-Off Pit Application Ochs Lease Well No. 3 Sec.32-22S-11W Stafford County, Kansas

Dear Bill Anderson:

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 the Hutchinson Salt section has been drilled through and displacement of the fluids into the Haul-Off pit has occurred. The fluids should be removed again 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 (620) 225-8888 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 (620) 225-8888.