KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form CDP-1 April 2004 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: S&W OIL & GAS LLC			License Number: 34229			
Operator Address: 3540 W DOUGLAS, STE 3, WICHITA, KS 67203						
Contact Person: DAVE WERTZ			Phone Number: 316-729-5964			
Lease Name & Well No.: #1 LUTTERS			Pit Location (QQQQ):			
Type of Pit:	Pit is:		<u>E/2</u> <u>SESW</u>			
Emergency Pit Burn Pit	Proposed	Existing	Sec. 24 Twp. 15 R. 24 East West			
Settling Pit Drilling Pit	If Existing, date constructed:		716 Feet from North / South Line of Section			
Workover Pit Haul-Off Pit	Pit capacity:		2,952 Feet from East / West Line of Section			
(If WP Supply API No. or Year Drilled)	4,000 (bbls)		TREGO County			
Is the pit located in a Sensitive Ground Water Area? Yes No			Chloride concentration: mg/l			
Is the bottom below ground level? Artificial Liner?			(For Emergency Pits and Settling Pits only) How is the pit lined if a plastic liner is not used?			
Yes No	Yes No		NATIVE CLAY SOIL			
Pit dimensions (all but working pits): 75 Length (feet) 50 Width (feet) N/A: Steel Pits						
Depth from ground level to deepest point: 5 (feet) No Pit						
If the pit is lined give a brief description of the material, thickness and installation procedure		Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. PIT WILL HAVE FLUIDS REMOVED UNTIL DRY.				
Distance to nearest water well within one-mile	·	Depth to shallowest fresh waterfeet. Source of information: 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: DRILLING MUD				
Number of producing wells on lease:		Number of working pits to be utilized:				
Barrels of fluid produced daily:		FLUIDS HAULED OFF TO SWD, WINDOWS CUT TO Abandonment procedure: DRY, PITS PUSHED IN, LOCATION BACK TO NATURAL GRADE				
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.				
I hereby certify that the above statements are true and correct to the best of my knowledge and belief.						
05/08/2009 Date)are si	MAY 0 8 2009 Ignature of Applicant or Agent RECEIVED			
KCC OFFICE USE ONLY Steel Pit RFAC RFAS						
Date Received: \$\sigma 8 \sigma 9 Permit Numb	oer: 15 · 195 · 2	2610 Permi	t Date: 5/8/99 Lease Inspection: 🖟 Yes No			



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

May 8, 2009

S & W Oil & Gas LLC 3540 W Douglas Ste 3 Wichita, KS 67203

Re:

Haul-Off Pit Application Lutters Lease Well No. 1 SW/4 Sec. 24-15S-24W Trego County, Kansas

Dear Sirs or Madam:

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 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 (785) 625-0550 when the fluids have been removed. Please file form CDP-5, 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: www.kcc.state.ks.us/conservation/forms.

A copy of this letter should be posted in the doghouse along with the approved Intent to Drill.

If you have any questions or concerns please feel free to contact the undersigned at the above address.

Sincerely,

Kathy Haynes

Environmental Protection and Remediation Department

cc: district



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 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)	(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)	(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 vi	olation of this regulation shall be punishable by the following:					
			0 penalty for the first violation; 0 penalty for the second violation; and	KANSAS CORPORATION COMMISSION				
			0 penalty and an operator license review for the third violation.	MAY 0 8 2009				
Comple	<u>te aı</u>	nd retu	rn with Haul-Off Pit Application, Form CDP1(2004)	RECEIVED				
Haul-off	pit w	vill be lo	cated in an on-site disposal area: ☑Yes ☐No					
Haul-off ✓Yes to haul-off	No	If yes,	d in an off-site disposal area on acreage owned by the same written permission from the landowner must be obtained. Attaation.	landowner: ch written permission				
Haul-off same op	pit is erate	s locate or: ∐Ye	d in an off-site disposal area on another <u>producing</u> lease or es	unit operated by the tbe obtained. Attach				

permission and a copy of the lease assignment that covers the acreage where the haul-off pit is to be

(No Subject)

From: Chuck Lutters (chucklutters210@hotmail.com)

Sent: Thu 5/07/09 1:53 PM
To: kim8824@hotmail.com

To whom it may concern;

I Ronald Lutters grant S&W Oil & Gas LLC permission to Dig a Haul off pit on the SW 1\4 of section 24-15-24w of Trego co. Ks.

With the pit being retured to original condition, when said services are completed.

Sincerely Ronald "Chuck" Lutters 626w9th Goodland,Ks. 67735

Hotmail® goes with you. Get it on your BlackBerry or iPhone.

KANSAS CORPORATION COMMISSION

MAY 0 8 2009 RECEIVED

RECEIVED JUN 2 6 2009

KCC WICHITA

From: chucklutters210@hotmail.com

To: kim8824@hotmail.com

Subject:

Date: Thu, 7 May 2009 12:53:08 -0600

To whom it may concern;

I Ronald Lutters grant S&W Oil & Gas LLC permission to Dig a Haul off pit on the SW 1\4 of section 24-15-24 \hat{w} of Trego co. Ks.

With the pit being retured to original condition, when said services are completed.

Sincerely

Ronald "Chuck" Lutters

626w9th

Goodland, Ks. 67735

Ronald Sullew