

Operator & Address: Damar Resources Po Box 70, Hays KS 67601

✓ Lic.# 9067 Contact Person: Aven Weavering Phone # 765-623-3221

Lease Name & Well # D. Rice A # 1 API # or Spud Date: 15-065. 302270001

Location: NW /4 Sec: 20 Twp: 10 Rge: 24 E / W County: Graham

3630 feet from the North South Line, 2970 feet from the East West Line of 14 section.

Purpose of Pit: _____ Depth to Ground Water: _____

Nature of Fluids: saltwater

Construction: _____, Width: 10, Length: 10, Depth: 5 bbl capacity: 80bb1

Liner Specifications: 6mil

This lease produces from the following formation(s): amb, KC

Date of Verbal Permit: 5/6/08, KCC Agent: Case Morris

To save paperwork, copy this form after completion of the first 11 lines. Use copy for closure form.

Dates Pit Used: From 5/6/08 To _____ Date Water Hauled: _____

Proposed Closing Procedure / Actual Closure information: _____

Pit must be closed in _____ days.

(signature) (date)

***** KCC USE ONLY *****

Groundwater Sensitive Area YES () NO (); Field Inspection Date: _____, Agent: _____

Chloride of Water in Pit: _____, Date Collected: _____

N/A feet to nearest Water Well. Depth of Water Well: _____, Application Tabulated

RECEIVED
KANSAS CORPORATION COMMISSION
MAY 07 2008
CONSERVATION DIVISION
WICHITA, KS



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

May 23, 2008

Damar Resources, Inc.
234 W. 11th Ste A
PO Box 70
Hays, KS 67601

RE: Verbal on Workover Pit
D. Rice A Lease Well No. 1
NW/4 Sec. 20-10S-24W
Graham County, Kansas

Dear Sir or Madam:

According to our files we do not have an application for the above referenced workover pit, district staff gave verbal approval on 05/06/2008. According to K.A.R. 82-600(b) workover pits may be permitted through verbal authorization from the appropriate district office subject to the filing of a surface pond application within five days after the verbal authorization.

Please complete surface pond application form (CDP-1) and return to this office within 14 days of the date of this letter. If this pit has been closed please complete the closure of surface pit form (CDP-4). Conservation division forms are available through our office and on the KCC web site: www.kcc.state.ks.us/conservation/forms.

If you have any questions please feel free to call me at (316) 337-6243.

Sincerely,

Kathy Haynes
Environmental Protection and Remediation Department