

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

Form CDP-1
April 2004
Form must be Typed

Submit in Duplicate

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| Operator Name: INVESTMENT EQUIPMENT LLC | | License Number: 33764 | |
| Operator Address: 17509 COUNTY ROAD 14, FORT MORGAN, COLORADO 80701 | | | |
| Contact Person: DAVE REBOL | | Phone Number: (970) 867-9007 | |
| Lease Name & Well No.: SPARKS # 3 | | Pit Location (QQQQ): W/2 - SE - SE - SW Sec. 26 Twp. 9 R. 23 <input type="checkbox"/> East <input checked="" type="checkbox"/> West 328 Feet from <input type="checkbox"/> North <input checked="" type="checkbox"/> South Line of Section 3,248 Feet from <input checked="" type="checkbox"/> East <input type="checkbox"/> West Line of Section GRAHAM 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 <small>(If WP Supply API No. or Year Drilled)</small> 15-065-01087 | | Pit is: <input type="checkbox"/> Proposed <input checked="" type="checkbox"/> Existing If Existing, date constructed: 04-18-08 (VERBAL APP) Pit capacity: 80 (bbls) | |
| Is the pit located in a Sensitive Ground Water Area? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | | Chloride concentration: _____ mg/l <small>(For Emergency Pits and Settling Pits only)</small> | |
| 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? PLASTIC LINER USED | | | |
| Pit dimensions (all but working pits): _____ 8 _____ Length (feet) _____ 8 _____ Width (feet) <input type="checkbox"/> N/A: Steel Pits Depth from ground level to deepest point: _____ 8 _____ (feet) <input type="checkbox"/> No Pit | | | |
| If the pit is lined give a brief description of the liner material, thickness and installation procedure. Heavy, continuous, construction 6 mill plastic liner laid into bottom of pit and anchored around perimeter with removed dirt. | | Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Liner inspected for damage and correct placement. Fluid level monitored to determine if pit is leaking. | |
| Distance to nearest water well within one-mile of pit _____ 1310 _____ feet Depth of water well _____ 105 _____ feet | | Depth to shallowest fresh water _____ 85 _____ feet. Source of information: <input type="checkbox"/> measured <input type="checkbox"/> well owner <input type="checkbox"/> electric log <input checked="" type="checkbox"/> KDWR | |
| 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: Water & mud Number of working pits to be utilized: <u>ONE</u> Abandonment procedure: Remove fluids & solids, properly dispose, back fill pit with original removed dirt, restore location. 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. 04-21-2008 Date | | <div style="text-align: right;"> RECEIVED KANSAS CORPORATION COMMISSION APR 24 2008 CONSERVATION DIVISION WICHITA, KS </div> Signature of Applicant or Agent | |
| <div style="text-align: center;">KCC OFFICE USE ONLY</div> Steel Pit <input type="checkbox"/> RFAC <input type="checkbox"/> RFAS <input type="checkbox"/> | | | |
| Date Received: <u>4/24/08</u> Permit Number: <u>15-065-01087-0000</u> Permit Date: <u>4/28/08</u> Lease Inspection: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | | | |

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202