

Verbal Approval  
in

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

Form CDP-1  
April 2004  
Form must be Typed

Submit in Duplicate

Operator Name: Timberline Oil & Gas Corporation		License Number: 9232
Operator Address: 4000 Penrose Place, Rapid City, SD 57702		
Contact Person: Brant C. Grote		Phone Number: ( 605 ) 341 - 3400
Lease Name & Well No.: VE Miskimen 7		Pit Location (QQQQ): <u>S/2 S/2 NW</u> <u>50'N C W/2</u> - - - - -
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> <u>15-151-30020</u>	Pit is: <input checked="" type="checkbox"/> Proposed <input type="checkbox"/> Existing If Existing, date constructed: _____ Pit capacity: <u>200</u> (bbls)	Sec. <u>32</u> Twp. <u>26S</u> R. <u>12W</u> <input type="checkbox"/> East <input checked="" type="checkbox"/> West <u>2690</u> Feet from <input type="checkbox"/> North / <input checked="" type="checkbox"/> South Line of Section <u>3960</u> Feet from <input checked="" type="checkbox"/> East / <input type="checkbox"/> West Line of Section <u>Pratt</u> County
Is the pit located in a Sensitive Ground Water Area? <input checked="" type="checkbox"/> Yes <input 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 type="checkbox"/> Yes <input checked="" type="checkbox"/> No	How is the pit lined if a plastic liner is not used?
Pit dimensions (all but working pits): <u>20</u> Length (feet) <u>8</u> Width (feet)    _____ N/A: Steel Pits Depth from ground level to deepest point: <u>5</u> (feet)		
If the pit is lined give a brief description of the liner material, thickness and installation procedure.		Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring.
Distance to nearest water well within one-mile of pit <u>1900</u> feet    Depth of water well <u>90</u> feet		Depth to shallowest fresh water <u>50</u> feet. Source of information: _____ measured    _____ well owner    _____ electric log    _____ KDWR
<b>Emergency, Settling and Burn Pits ONLY:</b> 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		<b>Drilling, Workover and Haul-Off Pits ONLY:</b> Type of material utilized in drilling/workover: _____ Number of working pits to be utilized: _____ Abandonment procedure: <u>Backfill with bulldozer</u> _____ 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.  <u>May 23, 2008</u> Date		<b>RECEIVED</b> <b>MAY 27 2008</b> <b>KCC WICHITA</b>
		Signature of Applicant or Agent
<b>KCC OFFICE USE ONLY</b>		
Date Received: <u>5/23/08</u> Permit Number: <u>15-151-30020-0000</u> Permit Date: <u>5/23/08</u> Lease Inspection: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		