MAR 12 2010

Kansas Corporation Commission Oil & Gas Conservation Division

Form CDP-1 April 2004 Form must be Typed

CONSERVATION DIVISION WICHITA, KS

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: Grady Bolding Corporation			License Number: 7383 ~
Operator Address: P.O. Box 486 Ellinwood, KS 67526			
Contact Person: Grady Bolding			Phone Number: 620-564-2240
Lease Name & Well No.: Grizzell # 19-31			Pit Location (QQQQ):
Type of Pit: Emergency Pit Burn Pit	Pit is: Proposed Existing		
Settling Pit Plugging Workover Pit (If WP Supply API No. or Year Drilled)	If Existing, date constructed: Pit capacity: 80 (bbls)		4,950 Feet from North / South Line of Section 3,960 Feet from Ellsworth County
Is the pit located in a Sensitive Ground Water Area? Yes No			Chloride concentration:mg/l (For Emergency Pits and Settling Pits only)
Is the bottom below ground level?	Artificial Liner? Yes No		How is the pit lined if a plastic liner is not used? Natural and chemical mud
Pit dimensions (all but working pits): Depth from ground level to deepest point: 6 (feet) N/A: Steel Pits			
If the pit is lined give a brief description of the liner material, thickness and installation procedure.		Describe proce	edures for periodic maintenance and determining notuding any special monitoring.
Distance to nearest water well within one-mile of pit 4000 feet Depth of water well 80 35 feet		Depth to shallowest fresh water 80 25 feet. 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: Plugging - fresh water	
Number of producing wells on lease:		Number of working pits to be utilized:	
Barrels of fluid produced daily: Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No		Abandonment procedure: Allow to dry - place subsoil in to pits 'first followed by topsoil on top of pit. 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.			
03/10/10 Hady Bolding Governor Signature of Applicant, or Agent Household the pin beautiful of the pin beautifu			
KCC OFFICE USE ONLY Steel Pit RFAC RFAS			
Date Received: 3 -/2 -/ Permit Number: 15 . 053 - 2/052 Permit Date: 3/12/10 Lease Inspection: Yes No			



March 12, 2010

Grady Bolding Corporation PO Box 486 Ellinwood, KS 67526

Re: Workover Pit Application Grizzell Lease Well No. 19-31 NW/4 Sec. 31-17S-10W Ellsworth County, Kansas

Dear Sir or Madam:

District staff has reviewed the above referenced location and has determined the pit must be lined. The plastic liner must have the minimum thickness of 6 mil is to be used. Integrity of the liner must be maintained at all times. The fluids must be removed from the workover pit within 48 hours after the workover operations have ceased.

The fluids should be taken to an authorized disposal well. Please call the District Office at (316) 630-4000 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

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

Sincerely,

Kathy Havnes

Kath Apyres

Department of Environmental Protection and Remediation

Cc: district