

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: John O. Farmer, Inc.		License Number: 5135
Operator Address: P.O. Box 352, Russell, KS 67665		
Contact Person: Marge Schulte		Phone Number: (785) 483 - 3145, Ext. 214
Lease Name & Well No. (LaRosh Lease) Maupin B #1		Pit Location (QQQQ): SW SW SW
Type of Pit: <input type="checkbox"/> Emergency Pit <input type="checkbox"/> Burn Pit <input checked="" type="checkbox"/> Settling Pit <input type="checkbox"/> Drilling Pit <input type="checkbox"/> Workover Pit <input checked="" type="checkbox"/> Haul-Off Pit <small>(If WP Supply API No. or Year Drilled)</small> 15-167-23,449 (LaRosh #1)	Pit is: <input type="checkbox"/> Proposed <input checked="" type="checkbox"/> Existing If Existing, date constructed: 4-15-10 Pit capacity: app. 10,000 (bbls)	Sec. 82 Twp. 11S R. 15 <input type="checkbox"/> East <input checked="" type="checkbox"/> West 20 Feet from <input type="checkbox"/> North / <input checked="" type="checkbox"/> South Line of Section 75 Feet from <input type="checkbox"/> East / <input checked="" type="checkbox"/> West Line of Section Russell County
Is the pit located in a Sensitive Ground Water Area? <input checked="" 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 type="checkbox"/> Yes <input checked="" type="checkbox"/> No	How is the pit lined if a plastic liner is not used? native clay
Pit dimensions (all but working pits): 110 Length (feet) 75 Width (feet) _____ N/A: Steel Pits Depth from ground level to deepest point: 7 (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 5121 feet Depth of water well 46 feet		Depth to shallowest fresh water 30 feet. Source of information: _____ measured _____ well owner _____ electric log (1) 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: _____ Number of working pits to be utilized: one Abandonment procedure: Drilling mud from the Maupin "B" #1 (Sec. 10-11S-15W) will be spread in this pit in order to dry out. 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.		RECEIVED KANSAS CORPORATION COMMISSION APR 26 2010 CONSERVATION DIVISION WICHITA, KS
Date: 4-23-10		Signature of Applicant or Agent: John O. Farmer III
KCC OFFICE USE ONLY		
Date Received: 4-26-10 Permit Number: 15-167-23625000 Permit Date: 5-4-10 Lease Inspection: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No		

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

JOHN O. FARMER, INC.

OIL PRODUCERS AND OPERATORS

370 West Wichita Avenue
P.O. Box 352
Russell, KS 67665785-483-3144
(FAX) 785-483-6020

April 27, 2010

Mr. Tom Maupin
5952 180th Street
Paradise, KS 67658

Dear Mr. Maupin:

It is my understanding that our production foreman, Val Dreher, visited with you prior to digging a haul-off pit to dispose of drilling mud from our Maupin "B" #1 well to acreage you own in the SW/4 Sec. 2-11S-15W.

Per Kansas Corporation Commission requirements, we need to have written approval for the haul-off pit application to be finalized. We would greatly appreciate you executing the following approval; and return this original letter to our office in the enclosed self-addressed, stamped envelope. The extra copy may be kept for your files.

Sincerely,

JOHN O. FARMER, INC.


Marge Schulte

ms

Enclosure

I hereby approve the digging of a haul-off pit by John O. Farmer, Inc. (in the SW/4 Sec. 2-11S-15W, Russell County, Kansas) to be used for the disposal of drilling mud from their recently-drilled Maupin "B" #1 well (in the SW/4 Sec. 10-11S-15W, Russell County, Kansas).


Tom Maupin
Tom Maupin

John O. Farmer, Inc.
P.O. Box 352
Russell, KS 67665
Phone (785) 483-3144

FAX COVER SHEET

DATE: April 30, 2010
TO: Kathy Haynes – Kansas Corporation Commission
FAX: (316) 337-6232
FROM: Marge Schulte
Direct Telephone Line (785) 483-3145, Ext. 214
FAX: (785) 483-6020

Number of pages in this FAX including cover sheet 2

NOTE:

Hi Kathy,

Following is the Approval from Tom Maupin on whose land the haul-off pit is located. We do not have a lease on the acreage (SW/4 Sec. 2-11S-15W, Russell County) where the haul-off pit is located, but Mr. Maupin is a mineral owner on another producing lease we operate in the area.

Also, after visiting with our production foreman, it was determined the pit is actually located in Sec. 2 and not in Sec. 3 as I had originally indicated on my CDP-1. The API that probably should be referenced is for the Maupin "B" #1 (#15-167-23,625 Sec. 10-11S-15) where the drilling mud is being hauled from.

Let me know if you need any additional information or if I need to re-submit the CDP-1.

The documents included in this FAX message contain privileged and confidential information belonging to the sender. The information is intended only for the use of the individual or entity named above. If you are not the intended recipient or the employee or agent thereof, you are hereby notified that any disclosure, copying, distribution, or the taking of any action in reliance on the contents of this FAX information is strictly prohibited. Anyone who receives this message in error, please immediately notify sender by telephone and return the original FAX message to the sender via U.S. mail.

May 4, 2010

John O. Farmer, Inc.
PO Box 352
Russell, KS 67665

Re: Haul-Off Pit Application
Maupin B Lease Well No. 1
SW/4 Sec. 02-11S-15W
Russell County, Kansas

Dear Sir or Madam:

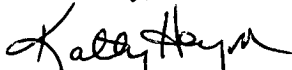
District staff has inspected the above referenced location and has determined that the haul-off pit shall be constructed **without slots**, the bottom shall be flat and reasonably level, and free fluids must be removed whenever present in the pit.

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 Waster 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

Kansas Corporation Commission Oil & Gas Conservation Division

HAUL-OFF PIT APPLICATION FILING REQUIREMENTS

82-3-607. DISPOSAL 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 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) 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) 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 violation of this regulation shall be punishable by the following:
- (1) A \$1,000 penalty for the first violation;
 - (2) a \$2,500 penalty for the second violation; and
 - (3) a \$5,000 penalty and an operator license review for the third violation.

Complete and return with Haul-Off Pit Application, Form CDP1(2004)

Haul-off pit will be located in an on-site disposal area: Yes No

Haul-off pit is located in an off-site disposal area on acreage owned by the same landowner:
 Yes No If yes, written permission from the land owner must be obtained. Attach written permission to haul-off pit application.

Haul-off pit is located in an off-site disposal area on another **producing** lease or unit operated by the same operator: Yes No If yes, written permission from the land owner must be obtained. Attach permission and a copy of the lease assignment that covers the acreage where the haul-off pit is to be located, to the haul-off pit application.