

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

044494

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: Atlas Operating LLC			License Number: 34357	
Operator Address: 15603 Kuykendahl, Ste 200			HOUSTON TX 77090	
Contact Person: Zafar Ullah			Phone Number: 281-893-9400	
Lease Name & Well No.: Green	Lease Name & Well No.: Green 3		Pit Location (QQQQ):	
Pit dimensions (all but working pits):	If Existing, date con 09/14/2010 Pit capacity: 18,000 Artificial Liner? Yes X N Length (fee	(bbls) No lo et) 150 epest point:	NW SW NW NE Sec. 32 Twp. 31 R. 9 East West 670 Feet from North / South Line of Section 2,350 Feet from East / West Line of Section Harper County Chloride concentration: mg/l (For Emergency Pits and Settling Pits only) How is the pit lined if a plastic liner is not used? Bentonite Width (feet) N/A: Steel Pits 5 (feet) No Pit	
Distance to nearest water well within one-mile of pit:		Depth to shallowest fresh water		
Date Received: 09/18/2010 Permit Nun	15-077-21702	OFFICE USE C	Liner Steel Pit X RFAC RFAS nit Date: 09/20/2010 Lease Inspection: X Yes No	



located, to the haul-off pit application.

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

HAUL-OFF PIT APPLICATION FILING REQUIREMENTS

82-3-607.		DISPO	DSAL 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 an completion of the well; or				
	(3)	dispos includ	se of the remaining solid contents in any manner required by the commission. The requirements may de 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) (2) (3)	a \$2,5	000 penalty for the first violation; 00 penalty for the second violation; and 00 penalty and an operator license review for the third violation.			
Comple	te a	nd ret	urn with Haul-Off Pit Application, Form CDP1(2004)			
Haul-off	pit w	vill be l	ocated in an on-site disposal area:			
Haul-off ☑Yes to haul-o	No	If yes	ed in an off-site disposal area on acreage owned by the same landowner: , written permission from the landowner must be obtained. Attach written permission cation.			

Haul-off pit is located in an off-site disposal area on another **producing** lease or unit operated by the same operator: Test of the lease assignment with the landowner must be obtained. Attach permission and a copy of the lease assignment that covers the acreage where the haul-off pit is to be



Mark Parkinson, Governor Thomas E. Wright, Chairman Joseph F. Harkins, Commissioner Ward Loyd, Commissioner

September 20, 2010

Zafar Ullah Atlas Operating LLC 15603 Kuykendahl, Ste 200 HOUSTON, TX 77090

Re: Drilling Pit Application Green 3 Sec.32-31S-09W Harper County, Kansas

Dear Zafar Ullah:

District staff has inspected the above referenced location and has determined that the Haul-Off pit shall be constructed <u>without slots</u>, the bottom shall be flat and reasonably level, and the free fluids must be removed. The fluids are to be removed from the Haul-Off pit within 1 week of completion of drilling operations.

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 (316) 630-4000 when the fluids have been removed. Please file form CDP-5 (August 2008), Exploration and Production Waste Transfer, through KOLAR within 30 days of fluid removal.

If you have any questions or concerns please feel free to contact the District Office at (316) 630-4000.