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Kansas Corporation Commission Oil & Gas Conservation Division

Form CDP-1 April 2004 Form must be Typed

APPLICATION FOR SURFACE PIT

KCC WICHITA

Submit in Duplicate

Operator Name: Continental Energy			License Number: 5317
Operator Address: P O Box 918			
Contact Person: Russell Freeman			Phone Number: 620-276-8710
Lease Name & Well No.: Chief Satanta #1			Pit Location (QQQQ):
Type of Pit:	Pit is:		swsw
Emergency Pit Burn Pit	Proposed	Existing	Sec. 13 Twp. 30 R. 34 East West
Settling Pit Drilling Pit	If Existing, date constructed:		Feet from North / South Line of Section
Workover Pit Haul-Off Pit	Pit capacity:		Feet from East / West Line of Section
(If WP Supply API No. or Year Drilled) 081-20246-00-00	100	(bbis)	Haskell 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?		How is the pit lined if a plastic liner is not used?
			Dir
Pit dimensions (all but working pits): 10 Length (feet) 10 Width (feet) N/A: Steel Pits			
Depth from ground level to deepest point: 6 (feet) No Pit			
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.			
material, thickness and installation procedure.		illier integrity, i	neduling any special momenting.
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Distance to nearest water well within one-mile of pit		Depth to shallowest fresh waterfeet. Source of information:	
feet Depth of water well355feet		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: cement & drilling mud	
Number of producing wells on lease:		Number of working pits to be utilized:1	
Barrels of fluid produced daily:		Abandonment procedure: Fill in with dirt and level	
Does the slope from the tank battery allow all spilled fluids to			
flow into the pit? Yes No		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.			
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7-13-10 Gusself Fix			Sulunan Signature of Applicant or Agent
Orginatule of Applicant of Agent			
KCC OFFICE USE ONLY Steel Pit RFAC RFAS CACA			
Date Received: 7-14-10 Permit Number: 15-081-20246 Permit Date: 7-15-10 Lease Inspection: Yes No			

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



July 15, 2010

Continental Energy PO Box 918 Garden City, KS 67846-0918

Re: Workover Pit Application Chief Satanta Lease Well No. 1 SW/4 Sec. 13-30S-34W Haskell County, Kansas

Dear Sir or Madam:

District staff has reviewed the above referenced location and has determined the pit must **be lined and fluids removed after completion**. A plastic liner with 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 pit after workover operations have ceased. The fluids should be taken to an authorized disposal well. Please call the District Office at (620) 225-8888 when the fluids have been removed. Please file form CDP-5 (April 2004), 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 Haynes

Department of Environmental Protection and Remediation

Cc: district