

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1044335

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: Falcon Exploration, Inc.			License Number: 5316		
Operator Address: 125 N MARKET STE 1252			WICHITA KS 67202		
Contact Person: CYNDE WOLF			Phone Number: 316-262-1378		
Lease Name & Well No.: GRC 3-11(I		1(NW)	Pit Location (QQQQ):		
Type of Pit: Emergency Pit Burn Pit Settling Pit Drilling Pit Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled) Is the pit located in a Sensitive Ground Water A Is the bottom below ground level? Yes No Pit dimensions (all but working pits):	Pit is: Proposed If Existing, date cor 09/10/2010 Pit capacity: 18,160	Existing Instructed: (bbls) No No No No No No No	SW NE NW NW Sec. 11 Twp. 31 R. 22 East West 510 Feet from North / South Line of Section 810 Feet from East / West Line of Section Clark County Chloride concentration: mg/l (For Emergency Pits and Settling Pits only) How is the pit lined if a plastic liner is not used? native clay and mud Width (feet) N/A: Steel Pits 5 (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. Distance to nearest water well within one-mile of pit: Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Depth to shallowest fresh water15 feet. Source of information:					
feet Depth of water well	46feet	measured	well owner electric log 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 s flow into the pit? Yes No Submitted Electronically		Type of material Number of wor Abandonment	Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: CHEMICAL MUD Number of working pits to be utilized: Abandonment procedure: ALLOW TO DRY COMPLETELY THEN BACKFILL Drill pits must be closed within 365 days of spud date.		
CC OFFICE USE ONLY Liner Steel Pit RFAC RFAS Date Received: 09/14/2010 Permit Number: 15-025-21516-00-00 Permit Date: 09/14/2010 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	SAL OF DIKE AND PIT CONTENTS.			
02-5-001.		DISFO	SALOF DIRE AND FIT CONTENTS.			
(a)		Each c	perator 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 mainclude 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 v	riolation of this regulation shall be punishable by the following:			
	(1) (2) (3)	a \$2,50	00 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 aı	nd retu	urn with Haul-Off Pit Application, Form CDP1(2004)			
Haul-off	pit w	/ill be l	ocated in an on-site disposal area: ☑Yes ☐No			
]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: Tyes No If yes, written permission from 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 14, 2010

CYNDE WOLF Falcon Exploration, Inc. 125 N MARKET STE 1252 WICHITA, KS 67202-1719

Re: Drilling Pit Application GRC 3-11(NW) Sec.11-31S-22W Clark County, Kansas

Dear CYNDE WOLF:

District staff has inspected the above referenced location and has determined that an unsealed condition will present a pollution threat to water resources.

District staff has recommended that the Haul-Off pit be lined with bentoniteor native clay, 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 as soon as the Hutchinson Salt section has been drilled through and displacement of the fluids into the Haul-Off pit has occurred. The fluids should be removed again after drilling operations have ceased.

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 (620) 225-8888 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 (620) 225-8888.