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KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form CDP-1 May 2010 Form must be Typed

KCC WICHITA

APPLICATION FOR SURFACE PIT

Submit in Duplicate

License Number: 5135 Operator Name: John O. Farmer, Inc. Operator Address: P.O. Box 352, Russell, KS 67665 Marge Schulte Contact Person: Phone Number: (785) 438-3145, Ext. 214 Lease Name & Well No.: Hoops "B" #7 SWD Pit Location (QQQQ): C SW NE Type of Pit: Pit is: Sec. 8 Twp. 19 R. 10 East \times West Emergency Pit Burn Pit Proposed X Existing Settling Pit **Drilling Pit** 1,980 If Existing, date constructed: Feet from X North / South Line of Section 10-21-10 X Workover Pit Haul-Off Pit 1,980 Feet from X East / West Line of Section Pit capacity: (If WP Supply API No. or Year Drilled) 15-159-90660 220 Rice (bbls) County Is the pit located in a Sensitive Ground Water Area? Yes X-No-Chloride concentration: ma/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? X Yes X Yes No Pit dimensions (all but working pits): Length (feet) N/A: Steel Pits _Width (feet) Depth from ground level to deepest point: _ No Pit (feet) If the pit is lined give a brief description of the liner Describe procedures for periodic maintenance and determining material, thickness and installation procedure. liner integrity, including any special monitoring. Pit dug and plastic liner inserted. Test water level in pit to determine liner integrity. Distance to nearest water well within one-mile of pit: Depth to shallowest fresh water_ Source of information: 1391 feet Depth of water well measured well owner G RDWR electric log Emergency, Settling and Burn Pits ONLY: Drilling, Workover and Haul-Off Pits ONLY: formation cuttings & saltwater Producing Formation: _ Type of material utilized in drilling/workover: Number of producing wells on lease: ____ Number of working pits to be utilized: wait for solids to settle, haul water or allow to Barrels of fluid produced daily:__ Abandonment procedure: _evaporate (file CDP-5), remove liner, and backfill pit_ 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. 10-27-10 Date Signature of Applicant or Adent **OFFICE USE ONLY** Steel Pit Date Received: 10-28-10 Permit Number: 15-159-023290 Permit Date: 10-29-10 Lease Inspection: A Yes No



October 29, 2010

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

Re: Workover Pit Application Hoops B 7 SWD NE/4 Sec. 08-19S-10W Rice 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 within 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 (316) 630-4000 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

Kally Heynes

Department of Environmental Protection and Remediation

Cc: district