

15-065-22527-0000

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: <b>Raney Oil Company, LLC</b>                                                                                                                                                                                                                                                                                      |                                                                                                                                                                            | License Number: <b>32705</b>                                                                                                                                                                                                                                                                                                                                                   |
| Operator Address: <b>3425 Tam O'Shanter Dr. Lawrence, KS 66047</b>                                                                                                                                                                                                                                                                |                                                                                                                                                                            |                                                                                                                                                                                                                                                                                                                                                                                |
| Contact Person: <b>Thomas Raney</b>                                                                                                                                                                                                                                                                                               |                                                                                                                                                                            | Phone Number: <b>( 785 ) 749 0672</b>                                                                                                                                                                                                                                                                                                                                          |
| Lease Name & Well No.: <b>Vera White #1</b>                                                                                                                                                                                                                                                                                       |                                                                                                                                                                            | Pit Location (QQQQ):<br><b>SE NE SW</b>                                                                                                                                                                                                                                                                                                                                        |
| Type of Pit:<br><input type="checkbox"/> Emergency Pit <input type="checkbox"/> Burn Pit<br><input type="checkbox"/> Settling Pit <input type="checkbox"/> Drilling Pit<br><input checked="" type="checkbox"/> Workover Pit <input type="checkbox"/> Haul-Off Pit<br><i>(If WP Supply API No. or Year Drilled)</i><br><b>1990</b> | Pit is:<br><input checked="" type="checkbox"/> Proposed <input type="checkbox"/> Existing<br>If Existing, date constructed:<br>_____<br>Pit capacity:<br><b>100</b> (bbls) | Sec. <b>2</b> Twp. <b>10</b> R. <b>21</b> <input type="checkbox"/> East <input checked="" type="checkbox"/> West<br><b>1650</b> Feet from <input type="checkbox"/> North / <input checked="" type="checkbox"/> South Line of Section<br><b>2310</b> Feet from <input type="checkbox"/> East / <input checked="" type="checkbox"/> West Line of Section<br><b>Graham</b> County |
| Is the pit located in a Sensitive Ground Water Area? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No                                                                                                                                                                                                          |                                                                                                                                                                            | Chloride concentration: <b>N/A</b> mg/l<br><i>(For Emergency Pits and Settling Pits only)</i>                                                                                                                                                                                                                                                                                  |
| Is the bottom below ground level?<br><input checked="" type="checkbox"/> Yes <input type="checkbox"/> No                                                                                                                                                                                                                          | Artificial Liner?<br><input checked="" type="checkbox"/> Yes <input type="checkbox"/> No                                                                                   | How is the pit lined if a plastic liner is not used?                                                                                                                                                                                                                                                                                                                           |
| Pit dimensions (all but working pits): <b>20</b> Length (feet) <b>8</b> Width (feet) <b>N/A: Steel Pits</b><br>Depth from ground level to deepest point: <b>4</b> (feet)                                                                                                                                                          |                                                                                                                                                                            |                                                                                                                                                                                                                                                                                                                                                                                |
| If the pit is lined give a brief description of the liner material, thickness and installation procedure.<br><b>Commercial pit liner</b>                                                                                                                                                                                          |                                                                                                                                                                            | Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring.<br><b>Daily inspection</b>                                                                                                                                                                                                                                     |
| Distance to nearest water well within one-mile of pit <b>?</b><br><b>3311</b> feet    Depth of water well <b>80</b> feet                                                                                                                                                                                                          |                                                                                                                                                                            | Depth to shallowest fresh water <b>48</b> feet <b>3</b><br>Source of information:<br>____ measured    ____ well owner    ____ electric log <b>(1) KDWR</b>                                                                                                                                                                                                                     |
| <b>Emergency, Settling and Burn Pits ONLY:</b><br>Producing Formation: _____<br>Number of producing wells on lease: _____<br>Barrels of fluid produced daily: _____<br>Does the slope from the tank battery allow all spilled fluids to flow into the pit? <input type="checkbox"/> Yes <input type="checkbox"/> No               |                                                                                                                                                                            | <b>Drilling, Workover and Haul-Off Pits ONLY:</b><br>Type of material utilized in drilling/workover: <b>freshwater</b><br>Number of working pits to be utilized: <b>2</b><br>Abandonment procedure: <b>let dry and backfill</b><br>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.                                                                                                                                                                                                                           |                                                                                                                                                                            | <b>RECEIVED</b><br>KANSAS CORPORATION COMMISSION                                                                                                                                                                                                                                                                                                                               |
| <b>9.27.07</b><br>Date                                                                                                                                                                                                                                                                                                            | <b>SEP 24 2007</b><br><i>Thomas Raney</i><br>Signature of Applicant or Agent                                                                                               |                                                                                                                                                                                                                                                                                                                                                                                |

15-065-22527

KCC OFFICE USE ONLY

-Dist

Date Received: **9/21/07** Permit Number: **15-065-22527** Permit Date: **9/25/07** Lease Inspection:  Yes  No

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