7.

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: Russell Oil, Inc.			License Number: 3293			
Operator Address: PO Box 8050	Edmond OK 73083					
Contact Person: LeRoy Holt II			Phone Number: 405-752-7600			
Lease Name & Well No.: Enochs	1		Pit Location (QQQQ):			
Type of Pit:	Pit is:					
Emergency Pit Burn Pit	Proposed X Existing		Sec. 19 Twp. 20 R. 5 ☐ East 🔀 West			
Settling Pit Drilling Pit	If Existing, date constructed: 4-6-2011 Pit capacity: (bbls)		2,748 Feet from North / South Line of Section 115 Feet from East / West Line of Section McPherson County			
Workover Pit X ∕Haul-Off Pit (If WP Supply API No. or Year Drilled)						
		(ppis)	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? X Yes No	Artificial Liner?		How is the pit lined if a plastic liner is not used? Native Mud-Clay			
Pit dimensions (all but working pits): 80 Length (feet) 80 Width (feet) N/A: Steel Pits						
Depth from ground level to deepest point:						
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.						
		Haul off pit located 38.29714 degree North and 097.90709 degrees West. Steel pits used for drilling				
		097.90709	degrees west. Steel pits used for drilling			
Distance to nearest water well within one-mile of	of pit:	Depth to shallowest fresh water feet. Source of information:				
feet Depth of water well	35 feet	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:				
Number of producing wells on lease:		Number of working pits to be utilized:				
Barrels of fluid produced daily:		Abandonment procedure: allow to dry and backfill				
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. RECEIVED				
I hereby certify that the above statements are true and correct to the best of my knowledge and belief. APR 0 7 2011						
4-6-2011 Jerniter HCC WICHITA Date KCC WICHITA Signature of Applicant or Agent						
KCC OFFICE USE ONLY Liner Steel Pit K RFAC K RFAS						
Date Received: Y-8-III Permit Number: 15-113-21345000 Permit Date: 4-8-11 Lease Inspection: Ves No						

Kansas Corporation Commission Oil & Gas Conservation Division

HAUL-OFF PIT APPLICATION FILING REQUIREMENTS

82-3-6	07.		DISPOS	AL 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)	dispose of the remaining solid contents in any manner required by the commission. The requirements ma include 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)					
Complete and return with Haul-Off Pit Application, Form CDP1(2004)							
Haul-off pit will be located in an on-site disposal area: ☐ Yes ☐ No							
Haul-off pit is located in an off-site disposal area on acreage owned by the same landowner: [Yes [No If yes, written permission from the land owner must be obtained. Attach written permission to haul-off pit application.							
Haul-off pit is located in an off-site disposal area on another producing lease or unit operated by the same operator: Yes No If yes, written permission from the land owner must be obtained. Attach permission and a copy of the lease assignment that covers the acreage where the haul-off pit is to be located, to the haul-off pit application.							

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

April 8, 2011

Russell Oil, Inc. PO Box 8050 Edmond, OK 73083

RE:

Haul-Off Pit Application Enochs Lease Well No. 1 NE/4 Sec. 19-20S-05W McPherson County, Kansas

Dear Sir or Madam:

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 and 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 within 72 hours 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 (316) 630-4000 when the fluids have been removed. Please file form CDP-5, Exploration and Production Waster 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.

A copy of this letter should be posted in the doghouse along with the approved Intent to Drill. If you have any questions or concerns please feel free to contact the undersigned at the above address.

Sincerely,

Kathy Haynes

Environmental Protection and Remediation Department

cc: District