

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1063462

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: O'Brien Resources, LLC		License Number: 34158	
Operator Address: PO BOX 6149 SHREVEPORT LA 71136			
Contact Person: Barbara E. Bowman		Phone Number: 318-865-8568	
Lease Name & Well No.: Sharp Seed Lease 2 1		Pit Location (QQQQ):	
Pit dimensions (all but working pits):	Artificial Liner? Yes X No Length (feet) To make the property of the prope	Chloride concentration: mg/l (For Emergency Pits and Settling Pits only) How is the pit lined if a plastic liner is not used? Clay Width (feet) N/A: Steel Pits	
Producing Formation: Type of material utilized in drilling/workover: 1 Number of working pits to be utilized:		well owner electric log KDWR Workover and Haul-Off Pits ONLY: aterial utilized in drilling/workover: f working pits to be utilized: Remove liquid contents to a disposal well. Bury in ment procedure: place, in accordance with the grading & restoration requirements in KAR 82-3-602(f). nust be closed within 365 days of spud date.	
Date Received: 09/15/2011 Permit Nu	15-101-22314-00-00	Liner Steel Pit RFAC RFAS Permit Date: 09/16/2011 Lease Inspection: X Yes No	

Kansas Corporation Commission Oil & Gas Conservation Division

HAUL-OFF PIT APPLICATION FILING REQUIREMENTS

82-3-607.		DISPO	SAL 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 and completion of the well; or		
	(3)	dispose of the remaining solid contents in any manner required by the commission. The requirements may 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)	a \$2.5	000 penalty for the first violation; 500 penalty for the second violation; and 000 penalty and an operator license review for the third violation.	
Complete and return with Haul-Off Pit Application, Form CDP1(2004)				
Haul-of	f pit	will be	located in an on-site disposal area:	
✓Yes		No	ted in an off-site disposal area on acreage owned by the same landowner: If yes, written permission from the land owner must be obtained. Attach written I-off pit application.	
same o	pera sion	ator: [] and a	Ited in an off-site disposal area on another producing lease or unit operated by the Yes \sum No If yes, written permission from the land owner must be obtained. Attach copy of the lease assignment that covers the acreage where the haul-off pit is to be ul-off pit application.	

September 15, 2011

To Whom It May Concern:

Re: Co

Convert Reserve Pit to Haul-off pit Per Kansas O&G guideline

O'Brien Resources

FBCE 2 #2

Permit Number #15-101-22290-00-00

Sharp Seed Farms, LLC hereby authorizes O'Brien Resources LLC to use the current reserve pit located on the above reference location as a haul-off pit in connection with the drilling of the Sharp Seed 2 #1 well. Furthermore, Sharp Seed Farms, LLC is the owner of surface lands at the drill site of both wells referenced in this notification.

It is understood that this signed notification will be submitted with O'Brien Resources' submission of the required form CDP-1(2010) – Haul-Off Pit Application seeking the State's approval granting such use.

Signature:

Title:

Date:

Conservation Division Finney State Office Building 130 S. Market, Rm. 2078 Wichita, KS 67202-3802



Phone: 316-337-6200 Fax: 316-337-6211 http://kcc.ks.gov/

Sam Brownback, Governor

Mark Sievers, Chairman Ward Loyd, Commissioner Thomas E. Wright, Commissioner

September 16, 2011

Barbara E. Bowman O'Brien Resources, LLC PO BOX 6149 SHREVEPORT, LA 71136

Re: Drilling Pit Application Sharp Seed Lease 2 1 Sec.02-17S-30W Lane County, Kansas

Dear Barbara E. Bowman:

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 the free fluids must be removed. The fluids are to be removed from the Haul-Off pit as soon as practical 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.