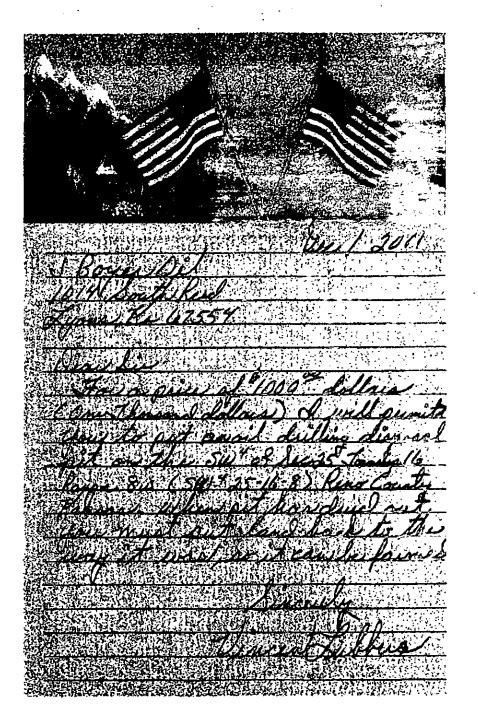
Form CDP-1 May 2010 Form must be Typed

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION APPLICATION FOR SURFACE PIT (CC WICHITA

| Operator Name: dba Jay C. Boyer Oil | | | License Number: 6139 | | |
|----------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------|---------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------|---------------------|--|
| Operator Address: P.O. Box 511 Hays K5 67601 | | | | | |
| Contact Person: Bill Schoenhofer | | | Phone Number: 620-257-3294 | | |
| Lease Name & Well No.: Lubbers 4 | | Pit Location (QQQQ): | | | |
| Type of Pit: | Pit is: | | SE . SW . SE . SW | | |
| Emergency Pit Burn Pit | Proposed X Existing If Existing, date constructed: 1/9/2012 | | Sec. 25 Twp. 26 R. 8 East X West | | |
| Settling Pit Drilling Pit Workover Pit X Haul-Off Pit | | | 160 Feet from North / X South Line of Section | | |
| Workover Pit X Haul-Off Pit (II WP Supply API No. or Year Drilled) | Pit capacity: 4,500 | (bbis) | 3,600 Feet from X East / West Line of Section RENO County | | |
| is the pit located in a Sensitive Ground Water Area? X Yes No | | Chloride concentration:mg/l (For Emergency Pits and Settling Pits only) | | | |
| Is the bottom below ground level? XYes No | Artificial Liner? | | How is the pit lined if a plastic liner is not used? Native Mud and Clay | | |
| Pit dimensions (all but working pits): | Length (fee | et) 80 | Width (feet) | N/A: Steel Pits | |
| Depth from ground level to deepest point:4 (feet) No Pit | | | | No Pit | |
| | | | | | |
| | | | th to shallowest fresh water 15 feet. | | |
| 767 feet Depth of water well | measured | well owner elect | ric log 🔀 KDWR | | |
| Emergency, Settling and Burn Pits ONLY: Drilling | | Drilling, Work | Orilling, Workover and Haul-Off Pits ONLY: | | |
| Producing Formation: Type of mate | | | material utilized in drilling/workover: Fresh | | |
| Number of producing wells on lease: | | Number of working pits to be utilized:1 Abandonment procedure: Allowed to let Dry, Then Backfill | | | |
| Barrels of fluid produced daily: | | Abandonment | procedure: Allowed to let i | Diy, Their Backiiii | |
| Does the slope from the tank battery allow all spilled fluids to flow into the plt? 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. | | | | | |
| 26601011 | | | | | |
| | | Signature of Applicant or Agent | | | |
| KCC OFFICE USE ONLY Liner RFAC RFAS Pate Received: 1-17-12 Permit Number: 15-155-21583 000 Permit Date: 1-18-12 Lease Inspection: | | | | | |

15-155-21583-0000

RECEIVER:
JAN 17 2015
KCC WICHITA



Kansas Corporation Commission Oil & Gas Conservation Division

HAUL-OFF PIT APPLICATION FILING REQUIREMENTS

| 82-3-607. | | DISPOSAL 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 writter 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: | | |
| | | A \$1,000 penalty for the first violation; a \$2,500 penalty for the second violation; and a \$5,000 penalty and an operator license review for the third violation. | | |
| Comple | te ai | nd return with Haul-Off Pit Application, Form CDP1(2004) | | |
| Haul-off | pit w | vill be located in an on-site disposal area: 🗆 Yes 🗀 No | | |
| ¥Yes | □N | s located in an off-site disposal area on acreage owned by the same landowner: lo If yes, written permission from the land owner must be obtained. Attach writter b haul-off pit application. | | |
| same op permissi | erate on a | is located in an off-site disposal area on another producing lease or unit operated by the or: \Box Yes \Box No If yes, written permission from the land owner must be obtained. Attachind a copy of the lease assignment that covers the acreage where the haul-off pit is to be the haul-off pit application. | | |

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



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

Sam Brownback, Governor

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

January 24, 2012

Jay C. Boyer Oil PO Box 511 Hays, KS 67601

Re:

Haul-Off Pit Application Lubbers Lease Well No. 4 SW/4 Sec. 25-26S-08W Reno County, Kansas

Dear Sir or Madam:

District staff has reviewed 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 lined with bentonite. The free fluids must be removed. The fluids are to be removed from the haul-off pit within 96 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