

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1065015

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: F. G. Holl Company L.L.C.			License Number: 5056	
Operator Address: 9431 E CENTRAL STE 100			WICHITA KS 67206	
Contact Person: Loveness Mpanje			Phone Number: 316-684-8481	
Lease Name & Well No.: NEELAND TRUST 1-21			Pit Location (QQQQ):	
Type of Pit: Emergency Pit Burn Pit Settling Pit Drilling Pit Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled) Is the pit located in a Sensitive Ground Water A Is the bottom below ground level? Yes No Pit dimensions (all but working pits):	Pit is: X Proposed	(bbls) No lo et) 150 epest point: Describe proces	SE NE SE NW Sec. 21 Twp. 22 R. 14 East X West 3350 Feet from North / X South Line of Section 2740 Feet from X East / West Line of Section Stafford County Chloride concentration: mg/l (For Emergency Pits and Settling Pits only) How is the pit lined if a plastic liner is not used? Mud and natural clays Width (feet) N/A: Steel Pits dures for periodic maintenance and determining including any special monitoring.	
Distance to nearest water well within one-mile of pit:		Depth to shallowest fresh water 9 feet. Source of information: electric log X KDWR		
Emergency, Settling and Burn Pits ONLY:		Drilling, Workover and Haul-Off Pits ONLY:		
Producing Formation: Number of producing wells on lease: Barrels of fluid produced daily: Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No		Number of working pits to be utilized: Abandonment procedure: Backfill rotary pits, rip and smooth location Drill pits must be closed within 365 days of spud date.		
Submitted Electronically				
KCC OFFICE USE ONLY Liner Steel Pit X RFAC X RFAS				
Date Received: 10/11/2011 Permit Number: 15-185-23713-00-00 Permit Date: 10/11/2011 Lease Inspection: X Yes No				

Kansas Corporation Commission Oil & Gas Conservation Division

HAUL-OFF PIT APPLICATION FILING REQUIREMENTS

		FILING REQUIREMENTS			
82-3-607.	DISPO	OSAL 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)	requi	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)	dispos includ	dispose of the remaining solid contents in any manner required by the commission. The requirements mainclude 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:			
	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 a	and ret	turn with Haul-Off Pit Application, Form CDP1(2004)			
Haul-off pit	will be	located in an on-site disposal area: Yes No			
☑Yes 🗀	No I	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 -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.

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

October 11, 2011

Loveness Mpanje F. G. Holl Company L.L.C. 9431 E CENTRAL STE 100 WICHITA, KS 67206-2563

Re: Drilling Pit Application NEELAND TRUST 1-21 Sec.21-22S-14W Stafford County, Kansas

Dear Loveness Mpanje:

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 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 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 (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.