

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION 1074539

Form COP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: BEREXCO LLC			License Number: 34318		
Operator Address: 2020 N. BRAMBLEWOOD			WICHITA KS 67206		
Contact Person: Evan Mayhew			Phone Number: 316-265-3311		
Lease Name & Well No.: Huslig 2-2		8	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 Existing If Existing, date constructed:		SE SW SW NE Sec. 28 Twp. 18 R. 31 East West 2475 Feet from North / South Line of Section 1990 Feet from East / West Line of Section Scott County Chloride concentration: mg/l (For Emergency Pits and Settling Pits only) How is the pit lined if a plastic liner is not used? Bentonite Clay in drilling mud, native clays and mud. Width (feet) N/A: Steel Pits 4 (feet) No Pit edures for periodic maintenance and determining including any special monitoring.		
Distance to nearest water well within one-mile of pit:		Depth to shallowest fresh water			
Submitted Electronically					
Complete Continuous Complete Continuous Continuous					

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 completion of the well; or		
	(3)	dispose of the remaining solid contents in any manner required by the commission. The requirements 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:		
		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 a	nd return with Haul-Off Pit Application, Form CDP1(2004)		
Haul-off	pit v	vill be located in an on-site disposal area: ☐ Yes ☐ No		
✓Yes		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 written o 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.

Landowner Permission for construction of an off-site reserve pit:

I the undersigned, being the landowner of the northwest quarter of section 28-18s-31w in Scott County Kansas, hereby grant my permission for the construction of an off-site earthen reserve pit for the purpose of drilling the Huslig #2-28.

The well is to be located in the SE NE SW NE of Section 21-22s-33w. The reserve pit will be located outside of the center-pivot irrigation system in the SW SW NE of section 28.

Name (please print): LeverNe N. Husing

Signed: Lever M. Kusky Rev. Tr.

Date: 2. 7.2.1.2.



--130-Rd-(gravel)

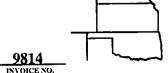
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Pro-Stake LLC

Oil Field & Construction Site Staking

P.O. Box 2324

Garden City, Kansas 67846 Office/Fax: (620) 276-6159



Cell: (620) 272-1499 Huslig #2-28 Berexco, Inc. LEASE NAME 1922' FNL - 1542' FEL Scott County, KS <u> 31w</u> LOCATION SPOT GR. ELEVATION: 2945.9° 1" =1000" SCALE:_ Jan 19th, 2012 Directions: From the center of Scott City, KS at the DATE STAKED:. intersection of Hwy 83 & Hwy 96 - Now go 9 miles East on Hwy Luke R. MEASURED BY: 96 - Now go 1 mile South on Union Rd to the NE corner of Luke R. section 28-18s-31w - Now go 0.5 mile South on Union Rd to DRAWN BY: ingress stake West into - Now go 0.3 mile West on lease rd to Evan M. AUTHORIZED BY: ingress stake North into - Now go approx. 730' North through irr. corn stubble into staked location. This drawing does not constitute a monumented survey Final ingress must be verified with land owner or Operator. or a land survey plat. This drawing is for construction purposes only. 22 20 21 140 Rd (dirt)-Oneok 27 28 29 pipeline marl 1-883675-3392 XISTING FLOWINE PROPOSED prod well 2949.9" = gr. clev FLOWLING pipeline market 1-885675-3302 Union R of staked loc neles ran (gravel) single phase powerline sprinkler track is 1435 N-NE of staked loc. sivet trail is 263.2 East of staked loc-Taos Rd spriukler track is 36,3 ingress stake West into (gravel) ingress stake S-SW of staked loc-North into stabble OFFSITE RESERVE PH Huslig #2-28 1922' FNL - 1542' FEL PROPOSED LEASE ROAD 2945.9" = gr. elev. at staked loc. NADAR Lat =N38 - 27 47.059" Long. = W100 44' 45.138" NAD 27 KS-S X=1356845.80 Y=661856.81 I staked location with 7' wood (painted orange & blue) and 1-post Location falls in irr. corn stubble While standing at staked location looking approx 150° in all directions loc.has 1° bumps 28 27 29

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

February 27, 2012

Evan Mayhew BEREXCO LLC 2020 N. BRAMBLEWOOD WICHITA, KS 67206-1094

Re: Drilling Pit Application Huslig 2-28 Sec.28-18S-31W Scott County, Kansas

Dear Evan Mayhew:

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 within 96 hours of completion of drilling operations.

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.