

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1071477

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: Mull Drilling Company, Inc.			License Number: 5144	
Operator Address: 1700 N WATER	G 1200 WICHITA KS 67206			
Contact Person: Mark Shreve			Phone Number: 316-264-6366	
Lease Name & Well No.: Tjaden "C" 2			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 1s the bottom below ground level? Yes No Pit dimensions (all but working pits):	Artificial Liner? Yes X No Bentonite in Drilling Mud			
Distance to nearest water well within one-mile of pit: 3746feet		Depth to shallowest fresh water		
CC OFFICE USE ONLY Liner Steel Pit RFAC RFAS Date Received: Date				

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 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 \$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.			
Complete	e ai	nd return with Haul-Off Pit Application, Form CDP1(2004)			
Haul-off p	oit w	vill be located in an on-site disposal area: Yes No			
☑ Yes [\exists 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 written o haul-off pit application.			
Haul-off p	oit is erat	s located in an off-site disposal area on another producing lease or unit operated by the $cor: \Box Yes \Box No$ 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.



1700 N. WATERFRONT PKWY . BLDG 1200 . WICHITA, KS 67208-6637 . (316) 264-6386 . FAX (316) 264-6440

January 10, 2012

To Whom It May Concern,

I understand that Mull Drilling Company's drilling location for the Tjaden C #2 in the NW/4 NW/4 18-T30S-R7W, Kingman County, KS is located in a sensitive groundwater area as determined by the Kansas Corporation Commission.

I understand that the Kansas Corporation Commission require that Mull Drilling Company haul fluids from the location during drilling operations to a remote haul-off pit and that the best location on the existing lease for this haul off pit is located in the NW/4 SW/4 18-T30S-R7W due to the higher elevation at this location.

Mull Drilling Company has my permission to dig pit at a location approximately 460' FWL & 1740' FSL of Section 18-T30S-R7W for use as a haul off pit for drilling operations of the Tjaden C#2.

Marvin A. Millor

Landowner

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

January 13, 2012

Mark Shreve Mull Drilling Company, Inc. 1700 N WATERFRONT PKWY BLDG 1200 WICHITA, KS 67206

Re: Drilling Pit Application Tjaden "C" 2 Sec.18-30S-07W Kingman County, Kansas

Dear Mark Shreve:

District staff has inspected the above referenced location and has determined that an unsealed condition will present a pollution threat to water resources.

District staff has recommended that the Haul-Off pit be lined with bentonite or native clay, 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 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 (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 (316) 630-4000.