

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1074810

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: OXY USA Inc.			License Number: 5447	
Operator Address: 5 E GREENWAY PLZ PO BOX 27570 HOUSTON TX 77227				
Contact Person: LAURA BETH HICKERT			Phone Number: 620-629-4253	
Lease Name & Well No.: KCSU	801S		Pit Location (QQQQ):	
Type of Pit: Emergency Pit Burn Pit	Pit is: X Proposed Existing			
Settling Pit Drilling Pit Workover Pit	If Existing, date constructed:		1980 Feet from North / South Line of Section	
(If WP Supply API No. or Year Drilled) 15-189-20580-00-00	Pit capacity: 100 (bbls)		Feet from East / X West Line of Section StevensCounty	
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? BENTONITE AND CUTTINGS	
Pit dimensions (all but working pits): 15 Length (feet) 5 Width (feet) N/A: Steel Pits Depth from ground level to deepest point: 6 (feet) No Pit				
1 Diblatiba to tradition from the second and the se			Depth to shallowest fresh water110feet. Source of information:	
7feet Depth of water wellfeet		measured well owner electric log KDWR		
Emergency, Settling and Burn Pits ONLY:		Drilling, Workover and Haul-Off Pits ONLY: CEMENT		
Producing Formation:		Type of material utilized in drilling/workover:		
Number of producing wells on lease: Barrels of fluid produced daily:		Number of working pits to be utilized:		
Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No		Drill pits must be closed within 365 days of spud date.		
Submitted Electronically				
KCC OFFICE USE ONLY X Liner Steel Pit RFAC RFAS				
Date Received: 02/21/2012 Permit Number: 15-189-20580-00-01 Permit Date: 02/22/2012 Lease Inspection: X Yes No				

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 22, 2012

LAURA BETH HICKERT OXY USA Inc. 5 E GREENWAY PLZ PO BOX 27570 HOUSTON, TX 77227-7570

Re: Drilling Pit Application KCSU 801S Sec.36-34S-35W Stevens County, Kansas

Dear LAURA BETH HICKERT:

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

District staff has recommended that the Workover pit be lined. If a plastic liner is to be used it must have a minimum thickness of 10 mil. Integrity of the liner must be maintained at all times.

NO completion fluids or non-exempt wastes shall be placed in the Workover pit.

The free fluids in the Workover pit should be removed as soon as practical after drilling operations have ceased. 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.