

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

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			3OX 27570 HOUSTON TX 77227	
Contact Person: LAURA BETH HICKERT		Phone Number: 620-629-4253		
Lease Name & Well No.: MCCLUNG A 1		Pit Location (QQQQ):		
Type of Pit:	Pit is: X Proposed Existing If Existing, date constructed:			
Emergency Pit Burn Pit Settling Pit Drilling Pit			2220	
Settling Fit	ii calsuig, date consuded.		Peet from North / South Line of Section	
(if WP Supply API No. or Year Drilled) 15-129-10291-00-00	Pit capacity: 100 (bbls)		Morton East / West Line of Section County	
Is the pit located in a Sensitive Ground Water A	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				
material, thickness and installation procedure.		iner integrity, ii	ncluding any special monitoring.	
			Depth to shallowest fresh water feet. Source of information:	
feet Depth of water well		measured well owner electric log X KDWR		
Emergency, Settling and Burn Pits ONLY:		Drilling, Workover and Haul-Off Pits ONLY:		
Producing Formation:		Type of material utilized in drilling/workover:		
Number of producing wells on lease:		Number of working pits to be utilized:1		
Barrels of fluid produced daily:		Abandonment procedure: EVAPORATION AND BACKFILL		
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 Liner Steel Pit RFAC RFAS				
Date Received:Permit Number:15-129-10291-00-00Permit Date:11/28/2011Lease Inspection: X Yes No				

Conservation Division Finney State Office Building 130 S. Market, Rm. 2078 Wichito, 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

November 28, 2011

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

Re: Drilling Pit Application MCCLUNG A 1 Sec.07-35S-41W Morton County, Kansas

Dear LAURA BETH HICKERT:

District staff has inspected the above referenced location and has determined that the Workover 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 Workover pit within 24 hours of completion of drilling operations.

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