KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate License Number: 7383 Operator Name: Grady Bolding Corporation Operator Address: P.O. Box 486, Ellinwood, KS 67526 Contact Person: Grady Bolding (620) 564-2240 Phone Number: Lease Name & Well No.: Grizzell #24 Pit Location (QQQQ): C _ W/2 _ SW _ NE Type of Pit: Pit is: Sec. 31 Twp. 17 R. 10 East X West Emergency Pit Burn Pit Proposed Existing 3,300 Settling Pit Drilling Pit If Existing, date constructed: _Feet from 🦳 North / 🔀 South Line of Section Workoverric Haul-Off Pit 2,310 Feet from 🗙 East / 🔲 West Line of Section Pit capacity: Ellsworth 100 Is the pit located in a Sensitive Ground Water Area? Yes XXNo Chloride concentration: (For Emergency Pits and Settling Pits only) is the bottom below ground level? **Artificial Liner?** How is the pit lined if a plastic liner is not used? X Yes No Yes X No Drilling mud and cement Length (feet) N/A: Steel Pits Width (feet) Pit dimensions (all but working pits): No Pit Depth from ground level to deepest point: If the pit is lined give a brief description of the liner Describe procedures for periodic maintenance and determining material, thickness and installation procedure. liner integrity, including any special monitoring. No Liner. Will make sure no spillover from pit. If pit approaches full status, fluid will be removed and taken to disposal well. 150 ~30 feet. Depth to shallowest fresh water Distance to nearest water well within one-mile of pit: Source of information: measured well owner electric log KDWR Depth of water well. Drilling, Workover and Haul-Off Pits ONLY: Emergency, Settling and Burn Pits ONLY: Fresh water and cement Type of material utilized in drilling/workover: Producing Formation: Number of working pits to be utilized:_ Number of producing wells on lease: Abandonment procedure: Allow pits to dry. Place subsoil in to pit Barrels of fluid produced daily:_ first followed by topsoil on top of pit. 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. I hereby certify that the above statements are true and correct to the best of my knowledge and bellef. 4-19-2012 Signature of Applicant or Agent KCC OFFICE USE ONLY Steel Pit RFAC RFAS Liner

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

Date Received: 4-20-12 Permit Number: 15 - 053 - 21 110 - Permit Date: 4-23-12

RECEIVED

Lease Inspection: Yes X No