

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1062335

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: Royal Drilling Inc			License Number: 33905	
Operator Address: 719 WITT AVE PO			3OX 342 RUSSELL KS 67665	
Contact Person: John Driscoll			Phone Number: 785-483-9580	
Lease Name & Well No.: PRICE 1			Pit Location (QQQQ):	
Type of Pit:	Pit is:		SE SE NW	
Emergency Pit Burn Pit	X Proposed	Existing	Sec. 9 Twp. 14 R. 13 East X West	
Settling Pit Drilling Pit	If Existing, date constructed:		Peet noin Notiti /	
X Workover Pit	Pit capacity:	(bbls)	2970 Feet from X East / West Line of Section Russell County	
Is the pit located in a Sensitive Ground Water Area? Yes X No		Chloride concentration:mg/l (For Emergency Pits and Settling Pits only)		
Is the bottom below ground level? X Yes No	Artificial Liner? X Yes No		How is the pit lined if a plastic liner is not used?	
Pit dimensions (all but working pits): 12 Length (feet) 8		Width (feet) N/A: Steel Pits		
Depth from ground level to deepest point:6 (feet) No Pit				
If the pit is lined give a brief description of the liner Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring.				
5 mil plastic		Empty daily		
Distance to nearest water well within one-mile of pit:		Depth to shallowest fresh water 155 feet.		
3365 feet Depth of water well 217 feet		Source of information: measured well owner electric log 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:		
Barrels of fluid produced daily:		Abandonment	procedure: Allow to dry 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				
Date Received: 08/29/2011 Permit Number: 15-167-21960-00-00 Permit Date: 08/29/2011 Lease Inspection: Yes X 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

August 29, 2011

John Driscoll Royal Drilling Inc 719 WITT AVE PO BOX 342 RUSSELL, KS 67665

Re: Drilling Pit Application PRICE 1 Sec.09-14S-13W Russell County, Kansas

Dear John Driscoll:

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 (785) 625-0550 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 (785) 625-0550.