

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1062616

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: Val Energy, Inc.			License Number: 5822	
Operator Address: 200 W DOUGLAS AVE STE 520			WICHITA KS 67202	
Contact Person: TODD ALLAM			Phone Number: 316-263-6688	
Lease Name & Well No.: LOGAN UNIT 1-21		Pit Location (QQQQ):		
Type of Pit:	Pit is:		SW NE NE SW	
Emergency Pit Burn Pit	X Proposed Existing		Sec. 21 Twp. 34 R. 10 East 🗵 West	
Settling Pit Drilling Pit	If Existing, date co	nstructed:	2145 Feet from North / X South Line of Section	
Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled)	Pit capacity:		3135 Feet from X East / West Line of Section	
15-007-23302-00-00	100	(bbls)	Barber 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? XYes No	Artificial Liner? X Yes No		How is the pit lined if a plastic liner is not used?	
Pit dimensions (all but working pits):10Length (feet)8		Width (feet) N/A: Steel Pits		
Depth from ground level to deepest point: 8 (feet) No Pit				
If the pit is lined give a brief description of the liner material, thickness and installation procedure.			dures for periodic maintenance and determining cluding any special monitoring.	
PLASTIC LINEAR		VISUAL IN	SPECTION	
Distance to nearest water well within one-mile of pit:		Depth to shallow	west fresh water 6 feet.	
feet Depth of water wellfeet		measured	well owner electric log X KDWR	
Emergency, Settling and Burn Pits ONLY:		Drilling, Worke	ever and Haul-Off Pits ONLY:	
Producing Formation:		Type of material utilized in drilling/workover: FRESH WATER		
Number of producing wells on lease:		Number of working pits to be utilized:1		
Barrels of fluid produced daily:		Abandonment p	orocedure: REMOVE FLUIDS, BACKFILL	
Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No		Drill pits must b	e closed within 365 days of spud date.	
		<u>,</u>		
Submitted Electronically				
KCC OFFICE USE ONLY Liner Steel Pit RFAC RFAS				
Date Received: Permit Number:				

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

September 01, 2011

TODD ALLAM Val Energy, Inc. 200 W DOUGLAS AVE STE 520 WICHITA, KS 67202-3005

Re: Drilling Pit Application LOGAN UNIT 1-21 Sec.21-34S-10W Barber County, Kansas

Dear TODD ALLAM:

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.

WORKOVER PIT APPLICATION VERBAL AUTHORIZATION

DERATOR: 1/Al Energy CONTACT PERSON: Dion Harred. EASE NAME: Login 1-2/ 2145FSL 3135FA SEC. 2/ TWP. 34 RANGE 10 W COUNTY: Barbey
EASE NAME: Login 1-21
SIZE: WIDTH LENGTH DEPTH ESTIMATED CAPACITY / OO BBLS
ST. DEPTH TO GROUNDWATER (if known): YPE OF FLUID: Saltwater Cement Workover Fluids Drilling Mud/Cuttings
OES OPERATOR PLAN TO LINE PIT:YES STIMATED TIME BEFORE PIT WILL BE CLOSED: Days NY KNOWN WATER WELLS WITHIN 1/4 MILE OF PIT:YES NO
.C.C. INFORMATION: IS PIT IN SGA? YES NO
C.C. DISTRICT #1º RECOMMENDATION (Check One): 1. Authorization granted with no liner. 2. Authorization granted, if pit is lined. 3. Authorization granted, no liner necessary, but free fluids must be removed within hours of completion of workover/plugging operations. 4. No verbal authorization will be given without on-site inspection.
Remind operator that pit permit form must be filed within five (5) days after verbal authorization.
ESULTS OF INSPECTION:
RECEIVED
SEP 0.7 2011
Agent Date KCC WICHITA
: Johelle Rains