

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1062621

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.: NE SPRINGER UNIT 1-2			Pit Location (QQQQ):	
Type of Pit:	Pit is:		<u>SWNENE</u>	
Emergency Pit Burn Pit	X Proposed Existing		Sec. 2 Twp. 33 R. 12 East X West	
Settling Pit Drilling Pit If Existing, date co		nstructed:	990 Feet from X North / South Line of Section	
Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled) 15-007-23513-00-00	Pit capacity:		990 Feet from X East / West Line of Section	
			Barber County	
Is the pit located in a Sensitive Ground Water A	fater 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): 10 Length (feet) 8 Width (feet) N/A: Steel Pits				
Depth from ground level to deepest point: (feet) No Pit				
			edures for periodic maintenance and determining including any special monitoring.	
plastic linear		VISUAL		
Distance to nearest water well within one-mile of pit:		Depth to shallo Source of infor	west fresh water 12 feet.	
1869 feet Depth of water well 45 feet		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: FRESH WATER		
Number of producing wells on lease:		Number of working pits to be utilized:		
Barrels of fluid produced daily:		Abandonment	procedure: 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	pe closed within 365 days of spud date.	
	·	1		
Submitted Electronically				
KCC OFFICE USE ONLY				
Date Received: 09/01/2011 Permit Number: 15-007-23513-00-00 Permit Date: 09/01/2011 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

September 01, 2011

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

Re: Drilling Pit Application NE SPRINGER UNIT 1-2 Sec.02-33S-12W 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

<u>VERBAL AUTHORIZATION</u>
DATE: 9/1/1/ DERATOR: Val Energy CONTACT PERSON: Dion Howard EASE NAME: NE Springer 1-2 990 FM 990 FE SEE. 2 TWP. 33 RANGE 12 W COUNTY: Barber
990 FM 990 FET SEE. 2 TWP. 33 RANGE 12 W COUNTY: Barby
ONSTRUCTION: SIZE: WIDTH LENGTH DEPTH ESTIMATED CAPACITY / 00 BBLS
ST. DEPTH TO GROUNDWATER (if known): YPE OF FLUID: Saltwater Cement Workover Fluids Drilling Mud/Cuttings
OES OPERATOR PLAN TO LINE PIT: YES NO 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 #1/ RECOMMENDATION (Check One):
Remind operator that pit permit form must be filed within five (5) days after verbal authorization.
ESULTS OF INSPECTION:
Agent Date SEP 0 7 2011
: Johelle Rains KCC WICHITA