

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION 1064048 For

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: American Energies Corporation		License Number: 5399		
Operator Address: 155 N MARKET STE 710		WICHITA KS 67202		
Contact Person: Mindy Wooten		Phone Number: 316-201-1134		
Lease Name & Well No.: ORLANDO UNRUH B-2			Pit Location (QQQQ):	
Type of Pit: Emergency Pit Burn Pit Settling Pit Drilling Pit Workover Pit Haul-Off Pit (If WP Supply API No or Year Drilled) 15-113-20531-00-00 Is the pit located in a Sensitive Ground Water A Is the bottom below ground level? Yes No Pit dimensions (all but working pits):	Artificial Liner? X Yes		SE SW SE Sec. 23 Twp. 21 R. 2 East West 330 Feet from North / South Line of Section 1650 Feet from East / West Line of Section McPherson County Chloride concentration: mg/l (For Emergency Pits and Settling Pits only) How is the pit lined if a plastic liner is not used? Width (feet) N/A: Steel Pits 4 (feet) No Pit edures for periodic maintenance and determining including any special monitoring.	
Distance to nearest water well within one-mile of pit:		Depth to shallo Source of Information		
feet Depth of water wellfeet Emergency, Settling and Burn Pits ONLY:		Drilling, Workover and Haul-Off Pits ONLY:		
Producing Formation: Number of producing wells on lease: Barrels of fluid produced daily: Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No		Type of material utilized in drilling/workover: Material and fluids used during plugging procedures.		
Submitted Electronically				
KCC OFFICE USE ONLY Liner Steel Pit RFAC RFAS				
Date Received: 09/26/2011 Permit Number: 15-113-20531-00-00 Permit Date: 09/26/2011 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 26, 2011

Mindy Wooten American Energies Corporation 155 N MARKET STE 710 WICHITA, KS 67202-1821

Re: Drilling Pit Application ORLANDO UNRUH B-2 Sec.23-21S-02W McPherson County, Kansas

Dear Mindy Wooten:

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 within 7 days after drilling operations have ceased. The fluids should be taken to an authorized disposal well. Please call the District Office at (316) 630-4000 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 (316) 630-4000.