

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION 1066353

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: Karen Houseberg			Phone Number: 316-263-5785
Lease Name & Well No.: KLASSEN TRUST A 1			Pit Location (QQQQ):
Pit dimensions (all but working pits):	Artificial Liner? Yes No Natural clays in soil Length (feet) How is the pit lined if a plastic liner is not used? Natural clays in soil N/A: Steel Pits How ground level to deepest point: 4 (feet) No Pit		
Distance to nearest water well within one-mile of pit: 4984feet		Depth to shallowest fresh water 47 feet. Source of information: measured well owner electric logX KDWR	
Emergency, Settling and Burn Plts 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		Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: Tivids & Material used in workover procedure	
Submitted Electronically			
KCC OFFICE USE ONLY Liner Steel Pit KRFAC RFAS 15-115-21330-00-00 Permit Date: 10/28/2011 Permit Number: Permit Date: 10/28/2011 Permit Number: No			
Date Received: Permit Number: Permit Number: Permit Date: 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

October 31, 2011

Karen Houseberg American Energies Corporation 155 N MARKET STE 710 WICHITA, KS 67202-1821

Re: Drilling Pit Application KLASSEN TRUST A 1 Sec.11-19S-02E Marion County, Kansas

Dear Karen Houseberg:

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 72 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 (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.