

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1092260

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: OXY USA Inc.			License Number: 5447		
Operator Address: 5 E GREENWA	Y PLZ	3OX 27570 HOUSTON TX 77227			
Contact Person: LAURA BETH HICKERT			Phone Number: 620-629-4253		
Lease Name & Well No.: HITCH G 5			Pit Location (QQQQ):		
Type of Pit: Emergency Pit Burn Pit Drilling Pit Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled)	Pit is: X Proposed	Existing instructed: (bbls)	SE SE SE SE Sec. 33 Twp. 32 R 34 East X West 200 Feet from North / South Line of Section 100 Feet from East / West Line of Section Seward County		
Is the pit located in a Sensitive Ground Water Area? X Yes No			Chloride concentration: mg/l (For Emergency Pits and Settling Pits only)		
Is the bottom below ground level? XYes No	Artificial Liner? Yes X No		How is the pit lined if a plastic liner is not used? BENTONITE AND CUTTINGS		
Pit dimensions (all but working pits):					
Distance to nearest water well within one-mile of pit: 892 feet Depth of water well feet		Depth to shallowest fresh water			
Emergency, Settling and Burn 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		Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: FRESH WATER MUD Number of working pits to be utilized: Abandonment procedure: EVAPORATION AND BACKFILL Drill pits must be closed within 365 days of spud date.			
Submitted Electronically					
KCC OFFICE USE ONLY					
Date Received: 08/29/2012 Permit Number: 15-175-22200-00-00 Permit Date: 08/30/2012 Lease Inspection: X Yes No					

Kansas Corporation Commission Oil & Gas Conservation Division

HAUL-OFF PIT APPLICATION FILING REQUIREMENTS

82-3-607.	DISPOSAL OF DIKE AND PIT CONTENTS.	
(a)	Each operator shall perform one of the following when disposing of dike or pit contents:	
(1)	Remove the liquid contents to a disposal well or other oil and gas operation approved by the commission road maintenance or construction locations approved by the department;	n or to
(2)	dispose of reserve pit waste down the annular space of a well completed according to the alter requirements of K.A.R. 82-3-106, if the waste to be disposed of was generated during the drillin completion of the well; or	nate I ig and
(3)	dispose of the remaining solid contents in any manner required by the commission. The requirement include any of the following:	is may
	(A) Burial in place, in accordance with the grading and restoration requirements in K.A.R. 82-3-6	302 (f);
	(B) removal and placement of the contents in an on-site disposal area approved by the commiss	sion;
	(C) removal and placement of the contents in an off-site disposal area on acreage owned by the landowner or to another producing lease or unit operated by the same operator, if prior permission from the landowner has been obtained; or	
	(D) removal of the contents to a permitted off-site disposal area approved by the department.	
(b)	Each violation of this regulation shall be punishable by the following:	
	A \$1,000 penalty for the first violation; a \$2,500 penalty for the second violation; and a \$5,000 penalty and an operator license review for the third violation.	
Complete a	nd return with Haul-Off Pit Application, Form CDP1(2004)	
Haul-off pit	will be located in an on-site disposal area: ☑ Yes ☐ No	
□Yes □I	s located in an off-site disposal area on acreage owned by the same landowner: No If yes, written permission from the land owner must be obtained. Attach we haul-off pit application.	vritten

Haul-off pit is located in an off-site disposal area on another **producing** lease or unit operated by the same operator:

Yes

No If yes, written permission from the land owner must be obtained. Attach permission and a copy of the lease assignment that covers the acreage where the haul-off pit is to be

located, to the haul-off pit application.

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
Thomas E. Wright, Commissioner

August 30, 2012

LAURA BETH HICKERT OXY USA Inc. 5 E GREENWAY PLZ PO BOX 27570 HOUSTON, TX 77227-7570

Re: Drilling Pit Application HITCH G 5 Sec.33-32S-34W Seward County, Kansas

Dear LAURA BETH HICKERT:

District staff has inspected the above referenced location and has determined that the Haul-Off 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 Haul-Off pit within 96 hours of completion of drilling operations.

NO completion fluids or non-exempt wastes shall be placed in the Haul-Off 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.