

KANSAS CORPORATION COMMISSION Oil & Gas Conservation Division

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.: Kessler	1-23		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) 15-115-21356-00-00 Is the pit located in a Sensitive Ground Water A Is the bottom below ground level? X Yes No Pit dimensions (all but working pits): Depth for If the pit is lined give a brief description of the limaterial, thickness and installation procedure.	Artificial Liner? Yes X N Length (fee	(bbls) No lo et) 10 epest point:	S2 NW NW SW Sec. 23 Twp. 19 R. 1 X East West 2190 Feet from North / X South Line of Section 330 Feet from East / X West Line of Section Marion County Chloride concentration: mg/l (For Emergency Pits and Settling Pits only) How is the pit lined if a plastic liner is not used? Natural clays in soil. Width (feet) N/A: Steel Pits 4 (feet) No Pit dures for periodic maintenance and determining including any special monitoring.
Distance to nearest water well within one-mile of pit: 3279		Depth to shallowest fresh water 15	
CC OFFICE USE ONLY Liner Steel Pit RFAC RFAS			

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

July 23, 2012

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

Re: Drilling Pit Application Kessler 1-23 Sec.23-19S-01E Marion County, Kansas

Dear Mindy Wooten:

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 (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.