

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

092592

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 GREENWAY PLZ			BOX 27570 HOUSTON TX 77227	
Contact Person: KENNY ANDREWS			Phone Number: 620-629-4200	
Lease Name & Well No.: FEDERAL FARM MORTGAGE A 3			Pit Location (QQQQ):	
Type of Pit: Emergency Pit Burn Pit Settling Pit Workover Pit Haul-Off Pit (If WP Supply API No or Year Drilled) 15-175-21827-00-00 Is the pit located in a Sensitive Ground Water A	Pit is: X Proposed Existing If Existing, date constructed: Pit capacity: 100 (bbls)		SW NE NW SW Sec. 27 Twp. 31 R. 34 East X West 2003 Feet from North / X South Line of Section 882 Feet from East / X West Line of Section Seward County Chloride concentration: mg/l	
Is the bottom below ground level? XYes No	Artificial Liner?		(For Emergency Pits and Settling Pits only) How is the pit lined if a plastic liner is not used? BENTONITE AND CUTTINGS	
Pit dimensions (all but working pits): 15 Length (feet) 5 Width (feet) N/A: Steel Pits Depth from ground level to deepest point: 6 (feet) No Pit				
material, thickness and installation procedure.		liner integrity, ii	ncluding any special monitoring.	
Distance to nearest water well within one-mile of pit:		Depth to shallowest fresh water 84 feet. Source of information:		
1478feet		measured		
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: CEMENT 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 Liner Steel Pit X RFAC RFAS				
Date Received: 09/04/2012 Permit Number: 15-175-21827-00-00 Permit Date: 09/04/2012 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 Thomas E. Wright, Commissioner

September 04, 2012

KENNY ANDREWS OXY USA Inc. 5 E GREENWAY PLZ PO BOX 27570 HOUSTON, TX 77227-7570

Re: Drilling Pit Application FEDERAL FARM MORTGAGE A 3 Sec.27-31S-34W Seward County, Kansas

Dear KENNY ANDREWS:

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 48 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.