

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: N-10 Exploration, LLC			License Number: 34352			
Operator Address: 124 N MAIN PO E			BOX 195	ATTICA	KS	67009
Contact Person: Randy Newberry			Phone Number: 620-254-7251			
Lease Name & Well No.: Medicine River Ranch B6			Pit Location (QQQQ):			
Type of Pit:	Pit is:		NE _ SE _ SW			
Emergency Pit Burn Pit Settling Pit Drilling Pit	Proposed X Existing If Existing, date constructed:		Sec. 15 Twp. 34 R. 11 East X West 960 Feet from North / X South Line of Section			
Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled)	01/11/2011 Pit capacity: 4,800 (bbls)		3,200 Feet from East / West Line of Section Barber 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?		How is the pit lined if a plastic liner is not used? Native mud and clays			
Pit dimensions (all but working pits): 100 Length (feet)			Width (feet)		N/A: Steel I	Pits
Depth from the little pit is lined give a brief description of the little material, thickness and installation procedure.		(feet	naintenance and determin	No Pit ning		
Distance to nearest water well within one-mile of pit:		Depth to shallowest fresh water 12 feet. Source of information:				
3103feet Depth of water well32feet		measured well owner electric log KDWR				
Emergency, Settling and Burn Pits ONLY: Producing Formation:		Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: Mud				
Number of producing wells on lease:		Number of working pits to be utilized:				
Barrels of fluid produced daily:		Abandonment procedure: Haul off fluids and let dry				
Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No		Drill pits must be closed within 365 days of spud date.				
Submitted Electronically						
KCC OFFICE USE ONLY						
Liner Steel Pit ☒ RFAC ☒ RFAS Date Received: 01/12/2011 Permit Number: 15-007-23644-00-00 Permit Date: 01/12/2011 Lease Inspection: ☒ Yes ☐ No						



Kathleen Sebelius, Governor Thomas E. Wright, Chairman Michael C. Moffet, Commissioner Joseph F. Harkins, Commissioner

HAUL-OFF PIT APPLICATION FILING REQUIREMENTS

-3-607.	DISPOSAL C	OF DIKE AND	PIT CONTENTS
-3-607.	DISPOSAL C	OF DIKE AND	PIT CONTENT

- Each operator shall perform one of the following when disposing of dike or pit contents: (a)
 - (1) Remove the liquid contents to a disposal well or other oil and gas operation approved by the commission or to road maintenance or construction locations approved by the department;
 - (2) dispose of reserve pit waste down the annular space of a well completed according to the alternate I requirements of K.A.R. 82-3-106, if the waste to be disposed of was generated during the drilling and completion of the well; or
 - (3) dispose of the remaining solid contents in any manner required by the commission. The requirements may include any of the following:
 - Burial in place, in accordance with the grading and restoration requirements in K.A.R. 82-3-602 (f); (A)
 - removal and placement of the contents in an on-site disposal area approved by the commission; (B)
 - removal and placement of the contents in an off-site disposal area on acreage owned by the same (C) landowner or to another producing lease or unit operated by the same operator, if prior written permission from the landowner has been obtained; or
 - removal of the contents to a permitted off-site disposal area approved by the department. (D)
- Each violation of this regulation shall be punishable by the following: (b)
 - A \$1,000 penalty for the first violation;
 - a \$2,500 penalty for the second violation; and
 - (3) a \$5,000 penalty and an operator license review for the third violation.

Complete and return with Haul-Off Pit Application, Form CDP1(2004)

Haul-off pit will be located in an on-site disposal area: ☑Yes ☐No
Haul-off pit is located in an off-site disposal area on acreage owned by the same landowner: Yes No If yes, written permission from the landowner must be obtained. Attach written permission to haul-off pit application.
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 landowner 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.



Mark Parkinson, Governor Thomas E. Wright, Chairman Joseph F. Harkins, Commissioner Ward Loyd, Commissioner

January 12, 2011

Randy Newberry N-10 Exploration, LLC 124 N MAIN PO BOX 195 ATTICA, KS 67009

Re: Drilling Pit Application Medicine River Ranch B 6 Sec.15-34S-11W Barber County, Kansas

Dear Randy Newberry:

District staff has inspected the above referenced location and has determined that an unsealed condition will present a pollution threat to water resources.

District staff has recommended that the Haul-Off pit be lined with bentonite or native clay, 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 as soon as the Hutchinson Salt section has been drilled through and displacement of the fluids into the Haul-Off pit has occurred. The fluids should be removed again after drilling operations have ceased.

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.