

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1093206

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

| Operator Name: Falcon Exploration, Inc. | | | License Number: 5316 | |
|---|--|---|--|--|
| Operator Address: 125 N MARKET STE 1252 | | | WICHITA KS 67202 | |
| Contact Person: CYNDE WOLF | | | Phone Number: 316-262-1378 | |
| Lease Name & Well No.: IRISH FLATS 1-4(NE) | | | 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) Is the pit located in a Sensitive Ground Water Is the bottom below ground level? X Yes No Pit dimensions (all but working pits): | If Existing, date con Pit capacity: 8500 Area? Yes X Artificial Liner? Yes X | Pit is: X Proposed Existing Sec. 4 Twp. 28 R. 30 | | |
| Distance to nearest water well within one-mile | e of pit: | Depth to shalld | owest fresh water140 feet. | |
| 91feet Depth of water well | 420 feet | measured | hannel hannel | |
| 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 flow into the pit? Yes No | | Type of materi Number of wor Abandonment | chemical Mud al utilized in drilling/workover: CHEMICAL MUD 1 thing pits to be utilized: procedure: ALLOW TO DRY COMPLETELY THEN BACKFILL WHEN FINISHED the closed within 365 days of spud date. | |
| Submitted Electronically | | | | |
| Coffice USE ONLY Liner Steel Pit X RFAC X RFAS Date Received: 09/13/2012 Permit Number: Permit Date: Permit Date: Permit Date: 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 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 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 majinclude any of the following: |
| | | (A) Burial in place, in accordance with the grading and restoration requirements in K.A.R. 82-3-602 (f) |
| | | (B) removal and placement of the contents in an on-site disposal area approved by the commission; |
| | | (C) removal and placement of the contents in an off-site disposal area on acreage owned by the same landowner or to another producing lease or unit operated by the same operator, if prior written 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. |
| Comple | te a | nd return with Haul-Off Pit Application, Form CDP1(2004) |
| Haul-off | pit v | will be located in an on-site disposal area: ☑ Yes ☐ No |
| □Yes | II | 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 written o 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 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 Shari Feist Albrecht, Commissioner

September 18, 2012

CYNDE WOLF Falcon Exploration, Inc. 125 N MARKET STE 1252 WICHITA, KS 67202-1719

Re: Drilling Pit Application IRISH FLATS 1-4(NE) Sec.04-28S-30W Gray County, Kansas

Dear CYNDE WOLF:

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 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 within 96 hours 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.