

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: HERMAN L. LOEB, LLC			License Number: 3273
Operator Address: PO BOX 838			LAWRENCEVILLE IL 62439
Contact Person: Roland Nyp			Phone Number: 785-425-7387
ease Name & Well No.: SMITH 1			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) 15-163-22038-00-00	Pit is: X Proposed Existing		NE NE NE SE Sec. 13 Twp. 7 R 18 East X West 2909 Feet from X North / South Line of Section 325 Feet from X East / West Line of Section Rooks 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? X Yes No	Artificial Liner? X Yes No		How is the pit lined if a plastic liner is not used?
Pit dimensions (all but working pits): Depth from ground level to deepest point: Depth from ground level to deepest point: If the pit is lined give a brief description of the liner material, thickness and installation procedure. The pit will! be lined on the sides and bottom with a 10 mil Plastic Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Free fluids will be removed daily			
Distance to nearest water well within one-mile of pit: 2715		Source of infor measured Drilling, Worke	
Number of producing wells on lease: Barrels of fluid produced daily: Does the slope from the tank battery allow all spilled fluids to		Number of working pits to be utilized: 1 Will remove all free fluids from the pit and haul Abandonment procedure: to and aprroved disposal in Rooks County	
Submitted Electronically KCC OFFICE USE ONLY Liner Steel Pit X RFAC RFAS 15-163-22038-00-00 12/20/2012			
Date Received: 12/20/2012 15-163-22038-00-00 Permit Date: 12/20/2012 Lease Inspection: X Yes No			

Conservation Division Finney State Office Building 130 S. Market, Rm. 2078 Wichito, 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

December 20, 2012

Roland Nyp HERMAN L. LOEB, LLC PO BOX 838 LAWRENCEVILLE, IL 62439

Re: Drilling Pit Application SMITH 1 Sec.13-07S-18W Rooks County, Kansas

Dear Roland Nyp:

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

District staff has recommended that the Workover pit be lined. If a plastic liner is to be used it must have a minimum thickness of 10 mil. Integrity of the liner must be maintained at all times.

NO completion fluids or non-exempt wastes shall be placed in the Workover pit.

The free fluids in the Workover pit should be removed as soon as practical after drilling operations have ceased. The fluids should be taken to an authorized disposal well. Please call the District Office at (785) 625-0550 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 (785) 625-0550.