



Mark Parkinson, Governor
Thomas E. Wright, Chairman
Michael C. Moffet, Commissioner
Joseph F. Harkins, Commissioner

September 18, 2009

STEVE M DILLARD
PICKRELL DRILLING CO INC
100 S MAIN STE 505
WICHITA KS 67202-3738

RE: LEASE: BRUCH 2
LEGAL: 660'FSL-1320'FWL 24-29S-07W
COUNTY: KINGMAN
API NO: 15095221180000

Dear Mr. Dillard:

This letter is to inform you that you have been granted an extension of time in which to close the drilling pits associated with the drilling of the Bruch 2 well.

The original 365 days for closure expired October 8, 2008. This extension will expire March 10, 2010. We urge you to make every effort to close these pits within this time frame. In the event there is water standing in these pits, please dewater and dispose of fluids in an authorized disposal facility to expedite closure. Extension of this time frame automatically extends the time period for filing the Closure of Surface Pit form.

Failure to close the pit or request an additional extension prior to the expiration date may result in a fine in accordance with K.A.R. 82-3-602(a). An additional extension will only be granted for good cause and after K.C.C. field staff has made an inspection of the site. Should field staff discover that said pit has been closed before the date of extension request, an administrative penalty may be assessed to you through K.C.C. invoice.

If you have any questions in this regard, please do not hesitate to contact Jonelle Rains at (316) 337-6226.

Very sincerely yours,

A handwritten signature in black ink that reads "Doug Louis". The signature is written in a cursive style with a large, prominent "D" and "L".

Doug Louis
Director

cc: Jonelle Rains
District # 2

Sammy Flaharty

From: Steve VanGieson
Sent: Thursday, September 10, 2009 3:14 PM
To: Sammy Flaharty
Subject: RE: pit extension

SAMMY GIVE THEM A 6 MONTH EXTENSION. THANKS STEVE

-----Original Message-----

From: Sammy Flaharty
Sent: Wednesday, September 09, 2009 4:24 PM
To: Steve VanGieson
Subject: pit extension

Steve, I just received a letter from Pickrell Drilling Co., Inc. requesting an additional extension. The well is as follows:

Bruch 2
660'FSL-1320'FWL 24-29S-07W
Kingman County
15095221180000
Spud 10/08/07 pit extension expired 7/22/09

Anyway, they state that it is too wet and if they got anything like we've got the last couple of days I'm sure it is wet. I've been surprised that Pole Cat Creek didn't come out of its banks like it has in the past and blocked 295th north and south of our drive. It makes it fun getting home when it does that or getting out to come to work. I'm not to keen on driving in running water. It's usually just a few inches deep from our driveway north about a 1/4 of a mile. A few years ago it got so wild it washed out under the pavement on the south side of the bridge that sets south of our drive. It was really quite a torrent there. Normally its just a lazy little creek but when it rampages it really is something. Well, anyway, let me know what to do about Pickrell's Bruch 2. Thanks Steve.

PICKRELL DRILLING COMPANY, INC.

100 SOUTH MAIN - SUITE 505
WICHITA, KANSAS 67202-3738
(316) 262-8427 • FAX (316) 262-0893

September 8, 2009

Jonelle Rains
Kansas Corporation Commission
130 S. Market, Room 2078
Wichita, Kansas 67202-3802

Re: #2 Bruch
660' FSL & 1320'FWL
Section 24-29S-7W
Kingman County, Kansas
Extension Request

Ms. Rains:

The extension of time for the filling of the drilling pits on the above referenced well had expired on January 8, 2009. An extension of time was requested on January 12, 2009, a copy of which is enclosed, however a response to our letter for that extension was never received. On 6/14/09 we drained the pits. Due to harvest and rain since then we are still waiting to fill these pits when they are completely dry.

Please grant us an extension of time so we can close the above referenced pits when they are truly ready.

Sincerely,

PICKRELL DRILLING COMPANY, INC.



Steve M. Dillard

SMD:dl

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KCC WICHITA