

June 12, 2009

TAMMY J ZIMMERMAN
RAYMOND OIL COMPANY INC
P O BOX 48788
WICHITA KS 67202

RE: LEASE: NICHOLS 1
LEGAL: 1650'FNL-2310'FEL 19-25S-11W
COUNTY: STAFFORD
API NO: 15185235280000

Dear Ms. Zimmerman:

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 Nichols 1 well.

The original 365 days for closure expired June 4, 2009. This extension will expire September 15, 2009. 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,


Doug Louis
Director

cc: Jonelle Rains
District # 1



#7787

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

Raymond Oil Company, Inc.
PO BOX 48788
WICHITA KS 67202

May 29, 2009

Re: Closure of Drilling Pits
NICHOLS Lease Well No. 1
NWSWNE 19-25S-11W
STAFFORD County, Kansas
API No. 15185235280000

Dear Sirs:

The above referenced well was spudded on 6/4/2008. According to K.A.R. 82-3-602, "Drilling pits ... shall be closed within a maximum of 365 calendar days after the spud date of a well". The subject drilling pits must be closed by 6/4/2009. A Closure of Surface Pit, form CDP-4 (April 2004), should be filed within 30 days after the drilling pits are closed. **Conservation division forms are available through our office and on the KCC web site: <http://kcc.ks.gov/conservation/forms/>**

Should an extension be warranted, it must be received by 6/4/2009. **TO FILE FOR AN EXTENSION, PLEASE SEND A COPY OF THIS LETTER WITH THE FOLLOWING INFORMATION COMPLETED:**

Date of location inspection by operator/agent: 6-1-09

Reason for extension: Full of Water

Estimated period of time until pit closure: 6 months

Failure to timely close the pit, file a request for an extension or file the closure form within the allotted time periods may result in assessment of an administrative penalty.

Your cooperation in this process is appreciated. If you have any questions or concerns, please call **Sammy Flaharty** at (316) 337-6227.

RECEIVED

JUN 1 2009

KCC WICHITA
FAXED TO ART

6/1/2009

forward to KCC
6/4/2009

CONSERVATION DIVISION
Finney State Office Building, 130 S. Market, Room 2078, Wichita, KS 67202-3802
(316) 337-6200 • Fax: (316) 337-6211 • <http://kcc.ks.gov/>

RAYMOND OIL COMPANY, INC.

P. O. BOX 48788

155 NORTH MARKET, SUITE 800

TELEPHONE 316-267-4214

WICHITA, KANSAS 67201-8788

June 6, 2009

Kansas Corporation Commission
Conservation Division
130 South Market, Room 2078
Wichita, KS 67202-3802

RE: Nichols Lease #1

Dear Sammy:

Please find enclosed the following completed form(s) covering the above referenced well requesting an extension to close pits,

Very truly yours,

RAYMOND OIL COMPANY, INC.



Tammy J. Zimmerman
Land & Legal

Enclosures

RECEIVED
JUN 05 2009
KCC WICHITA