


KANSAS
CORPORATION COMMISSION

Mark Parkinson, Governor
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May 29, 2009

KRISTOL TAYLOR
SAMUEL GARY JR & ASSOCIATES INC
1560 BROADWAY STE 2100
DENVER CO 880202

RE: LEASE: ORTH 2-5
LEGAL: 1980'FNL-1980'FWL 05-19S-10W
COUNTY: RICE
API NO: 15159225590000

Dear Ms. Taylor:

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 Orth 2-5 well.

The original 365 days for closure expired February 10, 2009. This extension will expire August 31, 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 # 2

Sammy Flaharty

From: Virgil Clothier
Sent: Wednesday, May 27, 2009 11:06 AM
To: Sammy Flaharty
Subject: RE: Pits

Hi Sammy, just wanted to let you know it's plenty wet now up here around this Orth 2-5 in Rice cty. so they will need the extension. We keep getting these showers coming along, oh well, probably next Sept.-August, we'll wish we had some moisture. Virgil

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

From: Sammy Flaharty
Sent: Tuesday, May 19, 2009 11:18 AM
To: Virgil Clothier
Subject: Pits

Hi Virgil, well have you got blown away or floated away? It's Springtime in Kansas. Well, I've got some more fun for you. I got a letter from Samuel Gary Jr. and Associates wanting an additional extension. The pit is as follows:

Orth 2-5
1980'FNL-1980'FWL 05-19S-10W
Rice County
15159225590000
Spud 2/10/08 pit extension expired 5/10/09

Well, you're lucky today. That's the only one I have for you. It's District 4 I'm going to dump on today. Well, you take care out there Virgil. Watch out for those coyotes. I hear the cougars are moving back in too. Of course Jim Hemmen doesn't believe that. LOL Have a good one Virgil.
Sammy



SAMUEL GARY JR
AND ASSOCIATES, INC.
an integrated energy company

May 13, 2009

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

RE: CDP-4 Extensions

Dear Jonelle,

This letter is in regards to reserve pit closures that are under Samuel Gary Jr. & Associates, Inc. Unfortunately due to rain and snow storms over the past several months, we have been unable to dry out and close reserve pits by their due dates. Our field workers are making every effort to close these reserve pits as soon as possible, and it does appear that they are slowly drying, but we will need more time to close these pits and file a CDP-4. Therefore, we hereby request another extension to close & file CDP-4's for the following wells:

Orth #2-5

#15-159-22559-0000

Hekele #1-25

#15-159-25152-0000

809

If there are any questions, or if you need any additional information, please contact Tom Fertal at the telephone number shown on the letterhead.

Sincerely,

SAMUEL GARY JR. & ASSOCIATES, INC.

Kristol Taylor
Geo/Engineer Tech

KANSAS CORPORATION COMMISSION
MAY 15 2009
RECEIVED