

Kathleen Sebelius, Governor Thomas E. Wright, Chairman Michael C. Moffet, Commissioner Joseph F. Harkins, Commissioner

April 24, 2009

PALOMINO PETROLEUM INC 4924 SE 84<sup>TH</sup> ST NEWTON KS 67114

RE: LEASE: WITTMAN 3

LEGAL: 1390'FSL-2280'FEL 12-20S-22W

COUNTY: NESS

API NO: 15135246050000

Dear Sir/Madam:

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 Wittman 3 well.

The original 365 days for closure expired June 6, 2008. This extension will expire October 24, 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



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## MEMORANDUM

RECEIVED

APR 1 3 2009

from (B) District 1

KCC DODGE CITY

From: Sammy K. Flaharty

Date: April 10, 2009

Re: Pit Extensions

The following operators have requested additional extensions of time in which to fill the pits associated with the given lease. Please inspect the lease and let me know what your recommendations are. Your time and work are appreciated.

Palamino Petroleum Inc. Wittman 3 1390'FSL-2280'FEL 12-20S-22W Ness county 15135246050000 Spud 6/6/07 pit extension expires 4/16/09

6 month Exfonscon 4-13-09 5. Duney



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Palomino Petroleum, Inc. 4924 SE 84TH ST NEWTON KS 67114	PET D KANSSOURTE NOUTESTON
April 9, 2009	CQNS.car
Re: Closure of Drilling Pits	
Wittman #3 12-20S-22W - Ness County API# 15-135-24605	
Dear Sirs:	/ _
closed within a maximum of 365 calendar days af closed by 3/2/2008. A Closure of Surface Pit, forr	67. According to K.A.R. 82-3-602, "Drilling pits shall be fer the spud date of a well". The subject drilling pits must be in CDP-4 (April 2004), should be filed within 30 days after the corms are available through our office and on the KCC
Should an extension be warranted, it must be rece SEND A COPY OF THIS LETTER WITH THE FO	eived by 3/2/2008. TO FILE FOR AN EXTENSION, PLEASE DLLOWING INFORMATION COMPLETED:
Date of location inspection by operator/agent:	4/9/09
Reason for extension:	Too wet
Estimated period of time until pit closure:	6 months

Your cooperation in this process is appreciated. If you have any questions or concerns, please call Sammy

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.