

February 27, 2009

KRISTOL TAYLOR  
SAMUEL GARY JR & ASSOCIATES INC  
1560 BROADWAY STE 2100  
DENVER CO 80202

RE: LEASE: THOMAS 2-30  
LEGAL: 1760'FNL-1520'FWL 30-19S-10W  
COUNTY: RICE  
API NO: 15159225180000

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 Thomas 2-30 well.

The original 365 days for closure expired November 9, 2007. This extension will expire April 6, 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

MEMORANDUM

To: District 2

From: Sammy K. Flaharty *SK*

Date: January 8, 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.

The following pits belong to Samuel Gary Jr. and Associates Inc. and are located in Rice County.

*closed 2/5/09*  
*no calli*  
*for 60 days*  
~~Behnke Trust 2-24  
2290'FSL-1340'FWL 24-18S-10W  
15159225460000  
Spud 8/31/07 pit extension expired 12/01/08~~

~~Stumps 2-4  
990'FSL-16350'FWL 04-18S-10W  
15159228380000  
Spud 8/19/07 pit ext. expired 12/26/08~~

~~Novotny Et Al 1-31  
2550'FNL-100'FEL 31-18S-10W  
15159225330000  
Spud 3/14/07 pit extension expired 12/26/08~~

~~Roelfs 2-24  
2310'FNL-990'FWL 24-18S-10W  
15159225280000  
Spud 1/22/07 pit ext. exp. 12/26/08~~

~~Matthaei Trust 2-19  
551'FSL-4345'FEL 19-18S-09W  
15159225260000  
Spud 1/12/07 pit extension expired 12/26/08~~

~~Morgan 1-36  
750'FNL-1200'FWL 36-20S-10W  
15159225190000  
Spud 12/1/06 pit ext. exp. 12/26/08~~

*closed 2/19/09*  
*per visit*  
*45 to 48*  
*VC*  
Thomas 2-30  
1760'FNL-120'FWL 30-19S-10W  
1515925180000  
Spud 11/9/06 pit extension expired 12/26/08

*closed per visit 2/19/09*



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

RECEIVED  
KANSAS CORPORATION COMMISSION

JAN 07 2009

CONSERVATION DIVISION  
WICHITA, KS

January 5, 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 ice and snow storms over the past couple of 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:

Thomas 2-30	#15-159-22518-0000
Mooney Et Al 2-5	#15-159-22513-0000
Morgan 1-36	#15-159-22519-0000
Matthaei Trust 2-19	#15-159-22526-0000
Roelfs 2-24	#15-159-22528-0000
Novotny Et Al 1-31	#15-159-22533-0000
Stumps 2-4	#15-159-22538-0000
Behnke Trust 2-24	#15-159-22546-0000

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