

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

August 21, 2009

JAMES B ASH JAGUAR OIL & GAS 201 SUSAN LANE ANDOVER KS 67002

RE: LEASE: GEORGE/GWA 1

LEGAL: 1650'FNL-990'FEL 35-25S-01E

COUNTY: SEDGWICK API NO: 15173209970000

Dear Mr. Ash:

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 George/GWA 1 well.

The original 365 days for closure expired August 18, 2009. This extension will expire November 18, 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

8 18/08

August 15, 2009

James B. Ash d/b/a Jaguar Oil & Gas 201 Susan Lane Andover, Kansas 67002 License # 33398

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ACC WICHITA

Sammy Flaharty Kansas Corporation Commission 130 S. Market, Rm #2078 Wichita, Kansas 67202

Re: Pit Closure - #1 George GWA - API# 15-173-20997-0000

Dear Sammy,

Please allow an extension of time to backfill the aforementioned reserve pit. The drilling pits have been back filled, but due to wetter then usual weather this summer the reserve pit needs some more time to completely dry so it can be closed.

Thank you,

James B. Ash

Jaguar Oil & Gas

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