



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

February 15, 2010

DAVID D MONTAGUE
KNIGHTON OIL COMPANY INC
1700 N WATERFRONT PARKWAY
BUILDING 100 – STE A
WICHITA KS 67206

RE: LEASE: DALE WILLIAMS 1
LEGAL: 4950'FSL-1320'FEL 26-16S-09E
COUNTY: MORRIS
API NO: 15127205780000

Dear Mr. Montague:

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 Dale Williams 1 well.

The original 365 days for closure expired October 29, 2008. This extension will expire May 4, 2010. 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

KNIGHTON OIL COMPANY, INC.

Oil and Gas Properties

1700 N. WATERFRONT PARKWAY
BUILDING 100 - SUITE A
WICHITA, KANSAS 67206



Wichita Office (316) 630-9905
Wichita Fax (316) 630-9907
Hays Yard (785) 623-4081

KANSAS CORPORATION COMMISSION

MAY 06 2009
RECEIVED

May 6, 2009

Sammy Flaherty
Kansas Corporation Commission
130 S. Market, Suite 2078
Wichita, Kansas 67202-3802

FAXED

RE: Closure of Drilling Pits
API # S-127205780000

Dear Ms Flaherty:

We are requesting an extension for the closure of drilling pits for the Dale Williams Lease, Well No. 1. It is located in the N/2 N/2 NE of Section 26-T16S-R9E, Morris County, Kansas. Due to the heavy rains this last fall and this spring, the drilling pits have not had a chance to dry out completely in order to be backfilled and leveled correctly. We are monitoring them regularly for the opportunity to get them restored.

Thank you for your help with this matter.

Yours truly,
KNIGHTON OIL COMPANY, INC.

David D. Montague
Geologist

Sammy Flaharty

From: Greg Eves
Sent: Thursday, February 04, 2010 3:17 PM
To: Sammy Flaharty
Subject: RE: PIT INSPECTION

Sammy, Sorry about the delay, I don't get up there that often but did make it up there awhile back and discussed the pit problem with the operator. There is still alot of water in the pit and thus should be left open to dry. The operator was going to try and haul some water periodically to expediate the process. I would recommend a 90 day extension to give the pit more time to dry out.

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

From: Sammy Flaharty
Sent: Friday, January 22, 2010 12:01 PM
To: Greg Eves
Subject: FW: PIT INSPECTION

Greg, I still haven't heard from you. Please let me know what to do about these pits. Thanks.
Sammy

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

From: Sammy Flaharty
Sent: Thursday, December 31, 2009 2:47 PM
To: Greg Eves
Subject: FW: PIT INSPECTION

Greg, I was going through my district files and I found this email that was unanswered. Please let me know about an extension to keep the pits open for this well. I checked and I have not received a pit closure from them. I appreciate your help in this matter.
Sammy

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

From: Sammy Flaharty
Sent: Wednesday, May 06, 2009 1:49 PM
To: Greg Eves
Subject: PIT INSPECTION

Hi Greg, I got a request from Knighton Oil Company, Inc. for an additional extension on the pits for a well. The well is the Dale Williams 1, Api # 15127205780000. The well is located 4950'FSL-1120'FEL of 26-16-09E in Morris County. Please inspect the site and let me know if an extension is warranted and how long of an extension is necessary. They stated "Due to the heavy rains this last fall and this spring the drilling pits have not had a chance to dry out completely.

So let me know your recommendations. I appreciate your help and work.

Thanks,
Sammy