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

January 19, 2010

MARSHA TYREE KENNETH W CORY LTD 6750 WEST LOOP SOUTH STE 1050 BELLAIRE TX 77401-4198

RE: LEASE: TADE 1

LEGAL: 2156'FSL-1983'FWL 27-33S-05W

COUNTY: HARPER API NO: 15077215710000

Dear Ms. Tyree:

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 Tade 1 well. **However, this is the last extension that will be granted.**

The original 365 days for closure expired January 5, 2008. This extension will expire June 1, 2010. The pits were found to be constructed in a natural drainage where they receive the runoff from approximately 200 acres. Dikes must be constructed around the pit to divert the runoff in accordance with 82-3-600 f(3). In the future please do not construct pits in a drainage area. This creates further problems with protection of the environment. 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:

Steve VanGieson

Sent:

Thursday, January 14, 2010 3:30 PM

To:

Sammy Flaharty

Subject: RE: additional pit extensions

Sammy The Ast in Sumner Co. is closed, I wonder why they don't know this if they are staying in contact with the landowner!!!!!! The Tade in Harper Co. is partially closed, but still needs additional time. Please advise them that this will be their last extension. Sammy If the Dummies would have moved the reserve pit out of a major drainage it would have dried out Months ago. Now ever time it rains, the runoff from 200 acres of farm ground drains rite in to the reserve pit. SURPRISE, SURPRISE, SURPRISE. THIS PIT MUST BE CLOSED BY 6-1-2010, NO FURTHER EXTENSIONS!!!! Sammy Thanks for letting me Vent.

-----Original Message-----From: Sammy Flaharty

Sent: Wednesday, January 13, 2010 2:46 PM

To: Steve VanGieson

Subject: FW: additional pit extensions

Steve, I just received a call from Marcia with Kenneth Cory LTD. She was wondering about the status about these requests for pit extensions. Didn't know if you'd got out there yet or perhaps spaced them off. I know my mind doesn't work like it used to. As far as that goes, nothing works like it used to. Old age is the pits and then you die. That's my positive mental attitude for the day. Have a good one Steve and let me know about these when you get a chance. Sammy

-----Original Message-----From: Sammy Flaharty

Sent: Monday, December 21, 2009 2:14 PM

To: Steve VanGieson

Subject: additional pit extensions

Well Steve, I've got two more for you. They both belong to Kenneth W. Cory LTD. They state for both wells that wet conditions have kept them from closing the pits and they are in constant contact with the landowners to determine the conditions of the pits. Anyway, the two wells are as follows:

- Se- try rested a Closed

Ast 1

2065'FSL-330'FWL 23-30S-01E

Sumner County 15191224990000

Spud 12/16/06 pit extension expired 12/22/09

Tade 1

2156'FSL-1983'FWL 27-33S-05W

Harper County 15077215710000

Spud 1/5/07 pit extension expired 12/22/09

So let me know what you want to do about extensions for these two sets of pits. If I don't talk to you again before Christmas have a merry on and a great new year. Hope we all make lots of money. Haha. Take care Steve and be careful of this expected blizzard that is rolling in supposedly. Sounds nasty and I hate to drive in that kind of weather. Getting old I guess.

KENNETH W. CORY, LTD.

6750 West Loop South, Suite 1050 Bellaire, Texas 77401-4198 713-661-5911 • Fax 713-661-2679

December 15, 2009

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

Re: Pit Closure Extension Request

Dear Ms. Rains:

Kenneth W. Cory, Ltd. has still been unable to completely close the drilling pits associated with the drilling of wells listed below. We have stayed in contact with landowners in an effort to close the pits when they dry up. Therefore, we are requesting an additional extension of time in which to close the pit for the following wells:

1. Ast # 1 – Sec 23-30S-1E, Sumner County, API 15191224990000

2. Tade #1 – Sec 27-33S-5W, Harper County, API 15077215710000

We appreciate your consideration of our request. Should you require additional information prior to granting an extension, please do not hesitate to contact Mark Cory at 713-661-5911.

Sincerely,

Marsha Tyree

/mt

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DEC 2 1 2009

KCC WICHITA