


KANSAS
CORPORATION COMMISSION

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

February 27, 2009

WELDA J BATES
ARES ENERGY LTD
303 W WALL STE 900
MIDLAND TX 79701

RE: LEASE: SCHROEDER MAES HUFF 1-34
LEGAL: 2287'FSL-1177'FEL 34-17S-10W
COUNTY: ELLSWORTH
API NO: 15053211930000

Dear Ms. Bates:

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 Schroeder Maes Huff 1-34 well.

The original 365 days for closure expired December 14, 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 *SKF*

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 wells belong to Ares Energy Ltd.

Schroeder Maes Huff 1-34 SWD\
2287'FSL-1177'FEL 34-17S-10W
Ellsworth County
15053211930000
spud 12/14/06 pit extension expired 11/18/08

*MS done VC
2/19/09*

Schepman 5-27
915'FSL-2170'FEL 27-17S-10W
Ellsworth County
15053211940000
spud 12/28/06 pit extension expired 11/18/08

*MS done VC
2/19/09*

Carter Family Trust 1-3
330'FSL-1800'FEL 03-18S-09W
Rice County
15159224730000
spud 10/19/05 pit extension expired 11/07/08

*MS done VC
2/19/09*

ARES ENERGY LTD.

RECEIVED
KANSAS CORPORATION COMMISSION
JAN 07 2009
CONSERVATION DIVISION
WICHITA, KS

January 5, 2009

Kansas Corporation Commission
Attention: Sammy Flaharty
130 South Market, Room – 2078
Wichita, Kansas 67202

Re: Closure of Surface Pit
Schroeder Maes Huff Lease Well No. 1-34 SWD
Section 34, T17S-R10W
Ellsworth County, Kansas
API No. 15053211930000

Dear Ms. Flaharty:

Pursuant to your letter dated December 31, 2008, pertaining to the captioned, please allow us an extension of time for pit closure due to the excessive amount of rainwater which has been received.

Thank you for your understanding of our situation in this matter. If you have any questions or need additional information, please do not hesitate to contact me at ARES Energy, Ltd. at the telephone number shown on the letterhead.

Sincerely,

ARES Energy, Ltd.



Welda J. Bates
Land Administrator

Enclosures