

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

March 27, 2009

STEVE BAIZE CHARTER ENERGY INC P O BOX 252 GREAT BEND KS 67530

RE: LEASE: HOFFMAN 1

LEGAL: 2255'FSL-990'FWL 06-16S-13W

COUNTY: BARTON API NO: 15009250830000

Dear Mr. Baize:

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 Hoffman 1 well.

The original 365 days for closure expired August 13, 2008. This extension will expire June 23, 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,

Director

cc: Jonelle Rains
District # 4



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

MEMORANDUM

District 4 To:

From: Sammy K. Flaharty

Date: February 11, 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 Characalled 3/23/09 recommendations are. Your time and work are appreciated.

Charter Energy Inc. Hoffman 1 2255'FSL-990'FWL 06-16S-13W **Barton County** 15009250830000 Spud 8/13/07 pit extension expired 2/13/09

CONSERVATION DIVISION

CHARTER ENERGY INC P O BOX 252 GREAT BEND, KANSAS 67530

February 4, 2009

KANSAS CORPORATION COMMISSION 130 S MARKET RM 2078 FINNEY STATE OFFICE BLDG WICHITA KS 67202-3802

RE: LEASE: Hoffman #1

LOCATION: 2255 FSL - 990 FWL 6-16-13

COUNTY: Barton

API#.1500950830000 15027250830000

Dear Sir:

Please consider this a request for an additional extension of time in which to close the pits for the referenced well. The area received very heavy precipitation last summer and is still quite wet. We are working to close these pits as quickly as possible. Please give us till August 2009 to close the pits. Your consideration of this request is greatly appreciated.

Sincerely,

Steve Baize

cc: file

RECEIVEL KANSAS CORPORATION COMMISSION

FER # 6 2009

CONSERVATION DIVISION WICHITA, KS