

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

October 2, 2009

MICHAEL PETERMANN LB EXPLORATION 2135 2ND RD HOLYROOD KS 67450

RE: LEASE: KOOTZ 18 1

LEGAL: 1480'FNL-990'FEL 18-17S-10W

COUNTY: ELLSWORTH API NO: 15053212240000

Dear Mr. Petermann:

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 Kootz 18 1 well.

The original 365 days for closure expired July 21, 2009. This extension will expire November 30, 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 ⁶ Director

cc: Jonelle Rains District # 2



September 24, 2009

Dear Ms. Rains,

LB Exploration would appreciate an extension of time to close the drilling pits for the Kootz 18-1 well. The API number is 15-053-21224 in the NE/4 18-17S-10W. We have begun closing the pits and restoring the location but heavy precipitation has made the location too wet to work. We are requesting an extension to November 30, 2009 to close the pits.

Best regards, Michael Petermann

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