

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

September 25, 2009

KURT SMITH NORTHERN LIGHTS OIL CO LC P O BOX 164 ANDOVER KS 67002

RE: LEASE: KEENAN 1

LEGAL: 2310'FNL-1320'FEL 03-19S-29W

COUNTY: LANE

API NO: 15101221070000

Dear Mr. Smith:

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 Keenan 1 well.

The original 365 days for closure expired June 20, 2009. This extension will expire March 14, 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 #1



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

MEMORANDUM

District 1

70 Frame Sammy Flaharty

Date: 9/10/2009

Re: pit extensions RECEIVED

SEP 1 4 2009

KCC DODGE CITY

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.

Northern Lights Oil Co. LC

Keenan 1

2310'FNL-1320'FEL 03-19S-29W

Lane County

Spud 6/20/08 pit extension expires 9/20/09

15101221070000

F G Holl Company LLC

Ward Feed Yard A 1-19

330'FNL-990'FWL 19-21S-15W

Pawnee county

15145215730000

spud 5/20/08 pit extension expired 9/1/09

Dec' 6 MD. Extension S. Darent 9-14-04

Rec' 6 mo. Exter. 5. Darient 9-14-09

KEUEIVEI SEP 15 2 m KCC MICHITA



P.O. BOX 164 / ANDOVER, KS 67002 / 316-733-1515

September 7th, 2009

Kansas Corporation Commission 130 S. Market , #2078 Wichita, KS 67202

RE: Extension of Closure of Drilling Pit
Keenan #1
2110 fnl 1120 fel 3-19S-29W, Lane Co., KS
API# 1510122\frac{x}{2}1070000

SEP 0 9 2009 KCC WICHITA

Dear Sir/Madam:

We are requesting an additional 120 day extension on the 09/20/09 deadline to fill the above referenced pits, due to the excessive moisture received in this area. I've enclosed a copy of the initial notice for reference.

If their is any problem or question, please contact me at the above #. Thank you.

Kurt L. Smith

Sincerely yours

Exploration Manager