



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

October 23, 2009

MICHAEL AUSTIN
M & M EXPLORATION INC
60 GARDEN CENTER STE 102
BROMFIELD CO 80020-1022

RE: LEASE: BAKER 1-34
LEGAL: 1750'FSL-1550'FWL 34-34S-05W
COUNTY: HARPER
API NO: 15077216260000

Dear Mr. Austin:

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 Baker 1-34 well.

The original 365 days for closure expired July 14, 2009. This extension will expire April 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,

A handwritten signature in black ink that reads "Doug Louis".

Doug Louis
Director

cc: Jonelle Rains
District #2

Sammy Flaharty

From: Steve VanGieson
Sent: Wednesday, October 14, 2009 3:25 PM
To: Sammy Flaharty
Subject: RE: pit extension

SAMMY I DID VISIT WITH THE CO. MAN ABOUT THIS PIT THIS WEEK. I TOLD HIM THAT I WOULD APPROVE A 180 DAY EXTENSION THANKS STEVE

-----Original Message-----

From: Sammy Flaharty
Sent: Wednesday, October 14, 2009 1:55 PM
To: Steve VanGieson
Subject: pit extension

Steve, I received a request for an additional extension from M & M Exploration Inc. They state they need an additional 180 days from 10/14/09. They say they have crowded the reserve pit to approximately 1/3 of its original size. It still has not dried. Anyway, the pit is as follows:

Baker 1-34
1750'FSL-1550'FWL 34-34S-05W
Harper County
15077216260000
Spud 07/14/08 pit extension expired 10/14/09

So let me know what you think Steve. Have a great day out there in the field.

Sammy

M & M EXPLORATION, INC.

60 GARDEN CENTER, SUITE 102
BROOMFIELD, CO 80020-1022

Phone (303)438-1991
Fax (303)466-6227

October 8, 2009

RECEIVED

OCT 13 2009

KCC WICHITA

Kansas Corporation Commission
ATTN: Sammy Flaharty
130 S Market-Room 2078
Wichita, KS 67202-3802

RE: Closure of Drilling Pits
Baker Lease Well No. 1-34
SWNESW 34-34S-5W
Harper County, Kansas
API No. 15077216260000

Dear Ms. Flaharty,

M&M Exploration requests an extension for the pit closure on this well for an additional 180 days from October 14, 2009. Since the first extension was granted, we have crowded the reserve pit to approximately 1/3 of its original size. In spite of our efforts, the pit contents have not dried completely.

If you have any question, please feel free to call me.

Sincerely,



Michael Austin
President