

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

November 21, 2008

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

RE: LEASE: BITTER 1

LEGAL: 990'FSL-330'FEL 06-16S-13W

COUNTY: BARTON API NO: 15009250560000

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 Bitter 1 well.

The original 365 days for closure expired June 5, 2008. This extension will expire August 1, 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_éLouis Director

cc: Jonelle Rains District # 4

Sammy Flaharty

From:

Case Morris

Sent:

Monday, November 17, 2008 10:16 AM

To:

Sammy Flaharty

Subject: Pit Extensions

Hi Sammy,

Go ahead and give extensions on these wells:

Charter Energy Bitter #1 15009250560000

Russell Oil

Pahls 1-11 15141203740000

Baird Oil Co.

LaBarge 1-20 15163235980000

John O. Farmer

Larosh #1 15167234490000

Maupin #1 15167234520000

Thompson #1 15167234500000

Thanks. Case

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

November 5, 2008

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

RE: Bitter #1 Se / 4 6-16-13

Barton Co, KS

API # 15009250560000

RECEIVE S
KANSAS CORPORATION COMMISSION

NOV 0 6 2008

CONSERVATION DIVISION WICHITA, KS

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 has received heavy precipitation and is still quite wet. We are working to close these pits as quickly as possible. Please give us until August of 2009 to close the pits. Your consideration of this request is greatly appreciated.

Sincerely,

Steve Baize

cc: file