


CORPORATION COMMISSION

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

January 30, 2009

STEVE M DILLARD
PICKRELL DRILLING COMPANY INC
100 SOUTH MAIN STE 505
WICHITA KS 67202-3738

RE: LEASE: BRUCH 2
LEGAL: 660'FSL-1320'FWL 24-29S-07W
COUNTY: KINGMAN
API NO: 15095221180000

Dear Mr. Dillard:

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 Bruch 2 well.

The original 365 days for closure expired October 8, 2008. This extension will expire July 22, 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
Director

cc: Jonelle Rains
District #2

MEMORANDUM

RECEIVED
KCC DISTRICT #2
JAN 15 2009
WICHITA, KS

To: District 2

From: Sammy K. Flaharty *SKF*

Date: January 14, 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 recommendations are. Your time and work are appreciated.

Both wells belong to Samuel Gary Jr. and Associates Inc.

Zink 3-34
925'FSL-780'FEL 34-18S-10W
Rice County
15159225370000
Spud 10/10/07 pit extension expired 1/10/09

Boldt 4-19
2310'FNL-825'FWL 19-18S-09W
Rice County
15159225510000
Spud 10/20/07 pit extension expired 1/20/09

Pickrell Drilling Company Inc.
Bruch 2
660'FSL-1320'FWL 24-29S-07W
Kingman county
Spud 10/08/07 pit extension expired 1/8/09

*1-22-09
6 month extension
SKF*

KANSAS CORPORATION COMMISSION

JAN 26 2009

RECEIVED

PICKRELL DRILLING COMPANY, INC.

100 SOUTH MAIN - SUITE 505
WICHITA, KANSAS 67202-3738
(316) 262-8427 • FAX (316) 262-0893

January 12, 2009

Jonelle Rains
Kansas Corporation Commission
130 S. Market, Room 2078
Wichita, Kansas 67202-3802

Re: #2 Bruch
660' FSL & 1320'FWL
Section 24-29S-7W
Kingman County, Kansas
Extension Request


Ms. Rains:

The extension of time for the filling of the drilling pits on the above referenced well has expired on January 8, 2009. An extension of time is requested as the pits are still too wet to fill.

Please grant us an extension of time so we can close the above referenced pits when they are truly ready.

Sincerely,

PICKRELL DRILLING COMPANY, INC.


Steve M. Dillard

SMD:dl

RECEIVED
KANSAS CORPORATION COMMISSION
JAN 13 2009
CONSERVATION DIVISION
WICHITA, KS