

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

December 22, 2008

PAT CHESNUT KENNETH W CORY LTD 6565 W LOOP SOUTH STE 780 BELLAIRE TX 77401-3518

RE: LEASE: AST 1

LEGAL: 2065'FSL-330'FWL 23-30S-01E

COUNTY: SUMNER API NO: 15191224990000

Dear Mr. Chesnut:

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 Ast 1 well.

The original 365 days for closure expired December 16, 2007. This extension will expire June 9, 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_aŁouis Director

cc: Jonelle Rains District # 2



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

MEMORANDUM

To: District 2

From: Sammy K. Flaharty

Date: November 26, 2008

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.

All wells belong to Kenneth W. Cory, LTD

Bell 2 840'FSL-960'FWL 17-31S-06W Harper County 15077215680000 Spud 01/04/07 pit extension expires 1/4/09

Bell 1 1502'FSL-1610'FWL 17-33S-06W Harper County 15077215670000 Spud 01/17/07 pit extension expires 12/3/08

Tade 1 2156'FSL-1983'FWL 27-33S-05W Harper County 15077215710000 Spud 1/5/07 pit extension expires 12/3/08

Ast 1 2065'FSL-330'FWL 23-30S-01E Sumner County 15191224990000 Spud 12/16/06 pit extension expires 12/3/08

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DEC 1 1 2008

CONSERVATION DIVISION WICHITA, KS

KENNETH W. CORY, LTD.

6565 WEST LOOP SOUTH, SUITE 780 BELLAIRE, TEXAS 77401-3518 713/661-5911 (FAX) 713/661-2679

November 26, 2008

Via Fax 316 337 6211

Kansas Corporation Commission Conservation Division Attn: Jonelle Rains 13 S. Market, Room 2078 Wichita, KS 67202

Re:

Pit Closure Extension Request

Harper County, KS

Dear Ms. Rains:

Kenneth W. Cory, Ltd. has still been unable to close the pits in the time frame prescribed by KCC regulations. We have stayed in contact with the landowners in an effort to close the pits when they dry up, but due to the unusual amount of rain, we have been unable to do so. We hereby request an additional extension of time in which to close the pits for the following wells:

- 1. Ast #1- Sec 23-30S-1E, Sumner County, API 15191224990000
- 2. Tade #1- Sec 27-33S-5W, Harper County, API 15077215710000
- 3. Bell #1 Sec 17-31S-6W, Harper County, API 15077215670000
- 4. Bell #2 Sec 17-31S-6W, Harper County, APO 15077215680000

We appreciate your consideration of our request. Should you require further information prior to granting an extension, please do not hesitate to contact me.

Sincerely.

Pat Chesnut Land Manager

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