


KANSAS
CORPORATION COMMISSION

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

October 30, 2008

CORAL PRODUCTION CORPORATION
1600 STOUT ST STE 1500
DENVER CO 80202

RE: LEASE: JOE BOB JAMES TRUST 8-1
LEGAL: 879'FSL-394'FEL 08-16S-28W
COUNTY: LANE
API NO: 15101220500000

Dear Sir/Madam:

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 Joe Bob James Trust 8-1 well.

The original 365 days for closure expired October 10, 2008. This extension will expire April 10, 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 # 1



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

Coral Production Corporation
1600 STOUT ST STE 1500
DENVER CO 80202

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OCT 09 2008

October 7, 2008

CORAL PRODUCTION CORP.

Re: Closure of Drilling Pits
JOE BOB JAMES TRUST Lease Well No. 8-1
NESESE 8-16S-28W
LANE County, Kansas
API No. 15101220500000

Dear Sirs:

The above referenced well was spudded on 10/10/2007. According to K.A.R. 82-3-602, "Drilling pits ... shall be closed within a maximum of 365 calendar days after the spud date of a well". The subject drilling pits must be closed by 10/9/2008. A Closure of Surface Pit, form CDP-4 (April 2004), should be filed within 30 days after the drilling pits are closed. **Conservation division forms are available through our office and on the KCC web site: <http://kcc.ks.gov/conservation/forms/>**

Should an extension be warranted, it must be received by 10/9/2008. **TO FILE FOR AN EXTENSION, PLEASE SEND A COPY OF THIS LETTER WITH THE FOLLOWING INFORMATION COMPLETED:**

Date of location inspection by operator/agent: 10/16/08

Reason for extension: Excessive rain filled back in

Estimated period of time until pit closure: 6 months

Failure to timely close the pit, file a request for an extension or file the closure form within the allotted time periods may result in assessment of an administrative penalty.

Your cooperation in this process is appreciated. If you have any questions or concerns, please call **Sammy Flaharty** at (316) 337-6227.

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KANSAS CORPORATION COMMISSION

OCT 24 2008

CONSERVATION DIVISION
WICHITA, KS

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Company

Find

API Number

15-101-22050- -



API # 15-101-22050-00-00

Well JOE BOB JAMES TRUST 8-1

City LANE

Dkt

Oper 32639 CORAL PRODUCTION CORPORATION

A

Lgcy Oper

Work Oper

C-1 Oper CORAL PRODUCTION CORPORATI

WL Type OIL

WL Stat PA

Status Source: CP23

Status Dt: 01/21/2008

Location 8-16S-28W NESESE, 879 FSL 394 FEL

District # 01

Dates

Intent Apprv: 09/21/2007

Compl: 11/15/2007

Permit Expire: 03/21/2008

Compl Rpt Rec: 01/16/2008

ACO-1 Spud: 10/10/2007

Plugged: 01/21/2008

District Spud: 10/10/2007

SC Int:	200	SGWA:	CP 1:	01/16/2008
PIT CIs EXT:		RFAC:	CP 2.3:	<input checked="" type="checkbox"/> Date CP-2/3 Recvd: 01/23/2008
Pit CIs:		RFAS:	CP 4:	<input checked="" type="checkbox"/> Date CP-4 Recvd: 02/13/2008
PIT Status:	Request Received for Extension	PitLiner:	CDP 5:	
Dewater:		Steel:		
BBS:				