

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

October 30, 2008

LINDA HERNANDEZ PETROSANTANDER USA INC 6363 WOODWAY STE 350 HOUSTON TX 77057

RE: LEASE: STEVENS MORROW UNIT SMU 213

LEGAL: 660'FSL-325'FWL 02-33S-30W

COUNTY: MEADE

API NO: 15119211870000

Dear Ms. Hernandez:

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 Stevens Morrow Unit SMU 213 well.

The original 365 days for closure expired October 27, 2008. This extension will expire February 27, 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

PetroSantander (USA) Inc.

October 16^h, 2008

Kansas Corporation Commission, Conservation Division, Department of Environmental Protection & Remediation 130 S. Market – Room 2078, Wichita, Kansas 67202

Attn.

Jonelle Rains

RE.

Pond Closure Extension

SMU 213 2-33S-30W Meade County RECEIVEL KANSAS CORPORATION COMMUNICATION

OCT 17 2008

CONSERVATION DIVISION WICHITA, KS

Dear Ms. Rains,

Due to adverse weather conditions the area is still wet and we have been unable to successfully close the surface pond at the SMU 213 location. We have trenched the area in order to expedite the closure process, however time is not on our side and the dewatering is not complete and may not be closable until early spring, our Field Supervisor believes that this time is required to enable this closure to be completed.

We would be obliged if you could grant an extension to file this closure in view of these circumstances.

Sincerely.

Liliana Hernandez Senior Engineer

API # 15-119-21187-00-00 Oper 32198 PE1 Work Oper	D WEHISTEVE TROSANTANDER	ENS (MORROW) UNIT (USA) INC.	SMU 213 Lgcy Oper	Cty MEADE	Dkt
	IROSANTANDER	(USA) INC.	II Lgcv Operi		
			.m. F2./	PETROSANTANDE F	R (USA) INC.
L Type OIL	WL Stat SP	Status Source: OPI	ER Status Dt	: 10/27/2007	
ocation 2-338-30W W2	SWSW, 660 FSL 62	5 FWL			District # 01
<u>Dates</u>		For each organization of the control			
Intent Apprv: 09/2	27/2007	Compl:			
Permit Expire: 03/2	27/2008 Cor	mpl Rpt Rec:			
ACO-1 Spud:		Plugged:	WAS COMMISSION OF THE PROPERTY		
District Spud: 10/2	27/2007	,			