


KANSAS
CORPORATION COMMISSION

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

August 8, 2008

SHAINA CLARK
OSAGE RESOURCES LLC
6209 N K61 HWY
HUTCHINSON KS 67502

RE: LEASE: OSAGE 111 SWD
LEGAL: 2230'FSL-2258'FWL 13-33S-15W
COUNTY: BARBER
API NO: 15007004550001

Dear Ms. Clark:

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 Osage 111 SWD well.

The original 365 days for closure expired August 7, 2008. This extension will expire October 7, 2008. 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(c). 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



www.osageoil.com

6209 N. K-61 Hwy
Hutchinson, KS 67502

620.664.9622
620.664.5040 fax

August 5, 2008

Sammy Flaharty
Kansas Corporation Commission
Oil & Gas Conservation Division
130 S. Market – Room 2078
Wichita, KS 67202-3802

Re: Pit closure for Osage No. 111 SWD

Dear Ms. Flaharty:

I am writing to request an extension for the pit closure on the Osage No. 111 SWD. (API 15-007-00455-00-01) The recent heat and drier weather has allowed a chance for these pits to dry significantly, after having a very wet spring. We are expecting to have them completely closed within 2 months. Please call me at 620.664.9622 if you require additional information.

Sincerely,

A handwritten signature in black ink, appearing to read 'Shaina Clark', written over a white background.

Shaina Clark
Administrative Assistant

cc: File

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AUG 06 2008

CONSERVATION DIVISION
WICHITA, KS



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

OSAGE Resources, LLC
6209 N K61 HWY
HUTCHINSON KS 67502

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August 4, 2008

Re: Closure of Drilling Pits
OSAGE Lease Well No. 111 SWD
NENESW 13-33S-15W
BARBER County, Kansas
API No. 15007004550001

Dear Sirs:

The above referenced well was spudded on 8/7/2007. 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 8/6/2008. 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 8/6/2008. **TO FILE FOR AN EXTENSION, PLEASE SEND A COPY OF THIS LETTER WITH THE FOLLOWING INFORMATION COMPLETED:**

Date of location inspection by operator/agent: August 5, 2008

Reason for extension: Inclement weather has not allowed pits to dry

Estimated period of time until pit closure: 2 mo

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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AUG 06 2008

CONSERVATION DIVISION
WICHITA, KS

CONSERVATION DIVISION
Finney State Office Building, 130 S. Market, Room 2078, Wichita, KS 67202-3802
(316) 337-6200 • Fax: (316) 337-6211 • <http://kcc.ks.gov/>

API 15007004550001