


KANSAS
CORPORATION COMMISSION

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April 10, 2009

KRISTOL TAYLOR
SAMUEL GARY JR & ASSOCIATES INC
1560 BROADWAY STE 2100
DENVER CO 80202

RE: LEASE: MOONEY ET AL 2-5
LEGAL: 930'FSL-1150'FWL 05-19S-10W
COUNTY: RICE
API NO: 15159225130000

Dear Ms. Taylor:

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 Mooney Et Al 2-5 well.

The original 365 days for closure expired November 18, 2007. This extension will expire June 6, 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

Sammy Flaharty

From: Virgil Clothier
Sent: Monday, April 06, 2009 10:51 AM
To: Sammy Flaharty
Subject: RE: pit closure inspection

Sammy, the Kansas wind wants to keep blowing today again. Just wanted to let you know about couple of pits here in Rice county. The Samuel Gary Jr.-- Mooney Et Al 2-5 in 5-19-10W still has water in main reserve pit, it has been crowded on 3 sides but will need the water removed and more crowding. The Ares Energy Ltd--Carter Family Trust 1-3 has been crowded alot but still has some water in it also. So I'd recommend granting extensions on these--probably not more than 60 days or less. Thanks, Virgil

-----Original Message-----

From: Sammy Flaharty
Sent: Thursday, April 02, 2009 10:29 AM
To: Virgil Clothier
Subject: pit closure inspection

Virgil, How the heck are you? Staying out of trouble I hope. Well, I got a pit closure from Samuel Gary Jr. & Assoc. Inc. on the Thomas 3-30 in Rice County, 30-19S-10W. The pit is 1825'FNL-2300' FWL. The API # is 15159225540000. Anyway, I had sent that out for inspection for an additional extension. I just received a pit closure form on the pits that they were closed March 12, 2009. So if you haven't inspected them already, don't bother unless you don't trust them to tell us the truth. I'm thinking Samuel Gary is a pretty good operator. Hope all is well with you and you are ready for the tornado season down there in Harper County. It is close to being upon us. Such excitement living in Kansas offers. Take care Virgil.
Sammy



SAMUEL GARY JR
AND ASSOCIATES, INC.
an integrated energy company

March 16, 2009

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

RE: CDP-4 Extensions

Dear Jonelle,

This letter is in regards to reserve pit closures that are under Samuel Gary Jr. & Associates, Inc. Unfortunately due to ice and snow storms over the past several months, we have been unable to dry out and close reserve pits by their due dates. Our field workers are making every effort to close these reserve pits as soon as possible, and it does appear that they are slowly drying, but we will need more time to close these pits and file a CDP-4. Therefore, we hereby request another extension to close & file CDP-4's for the following wells:

Thomas 3-30 #15-159-22544-0000
Mooney Et Al 2-5 #15-159-22513-0000

If there are any questions, or if you need any additional information, please contact Tom Fertal at the telephone number shown on the letterhead.

Sincerely,

SAMUEL GARY JR. & ASSOCIATES, INC.

Kristol Taylor
Geo/Engineer Tech

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KCC WICHITA