


KANSAS
CORPORATION COMMISSION

Mark Parkinson, Governor
Thomas E. Wright, Chairman
Michael C. Moffet, Commissioner
Joseph F. Harkins, Commissioner

June 29, 2009

CEC OPERATIONS LLC
800 MAIN ST STE 208
WINFIELD KS 67156

RE: LEASE: MUSSON 1-A
LEGAL: 994'FSL-985'FEL 19-34S-03E
COUNTY: COWLEY
API NO: 15035242960000

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 Musson 1-A well.

The original 365 days for closure expired June 23, 2009. This extension will expire September 15, 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 Lewis
Director

cc: Jonelle Rains
District # 2



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CEC Operations LLC
800 MAIN ST, STE 208
WINFIELD KS 67156

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KCC WICHITA

May 29, 2009

Re: Closure of Drilling Pits
Musson Lease Well No. 1-A
NWSESE 19-34S-3E
COWLEY County, Kansas
API No. 15035242960000

Dear Sirs:

The above referenced well was spudded on 6/23/2008. 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 6/23/2009. 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 6/23/2009. **TO FILE FOR AN EXTENSION, PLEASE SEND A COPY OF THIS LETTER WITH THE FOLLOWING INFORMATION COMPLETED:**

Date of location inspection by operator/agent: 6/15/09
DRILLING PITS ARE BACKFILLED.

Reason for extension: TOO MUCH MOISTURE TOO COMPLETE BACKFILLING
RESERVE PIT. SHOULD BE READY TO COMPLETE BACKFILL IN BRIEF PERIOD THIS
Summer.

Estimated period of time until pit closure: 8/19/09

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.

KCC OIL/GAS REGULATORY OFFICES

Date: 06/10/09

District: 02

Case #: _____

- | | |
|--|--|
| <input type="checkbox"/> New Situation | <input type="checkbox"/> Lease Inspection |
| <input type="checkbox"/> Response to Request | <input type="checkbox"/> Complaint |
| <input type="checkbox"/> Follow-Up | <input checked="" type="checkbox"/> Field Report |

Operator License No: 34121

API Well Number: 15-035-24296-00-00

Op Name: CEC OPERATIONS, LLC

Spot: NW SE SE Sec 19 Twp 34 S Rng 3 E / W

Address 1: 800 MAIN ST.

Feet from N / S Line of Section

Address 2: STE 208

Feet from E / W Line of Section

City: WINFIELD

GPS: Lat: _____ Long: _____ Date: _____

State: KS Zip Code: 67156 -

Lease Name: MUSSON Well #: 1-A

Operator Phone #: (620) 221-0700

County: Cowley

Reason for Investigation:

PIT CLOSURE DUE

Problem:

PITS NOT CLOSED

Persons Contacted:

PUMPER BRUCE

Findings:

LOCATED PITS , PITS HAVE BEEN PUSHED BUT NOT CLOSED. ROTARY MUD STILL NEEDS TO DRY OUT TO GET PITS CLOSED. TALKED W/PUMPER HE TOLD ME ON 6-9-2009, DOZER CAME IN AND STARTED TO CLOSE PITS.

Action/Recommendations:

Follow Up Required Yes No

Date: _____

ALLOW EXTENSION FOR PITS TO DRY UP SO THEY CAN BE CLOSED.
CC: JONELLE RAINS
UPDATE RBDMS

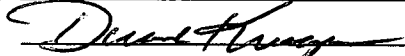
KANSAS CORPORATION COMMISSION

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Verification Sources:

Photos Taken: NO

- | | | |
|--|---|-------------------------------------|
| <input type="checkbox"/> RBDMS | <input type="checkbox"/> KGS | <input type="checkbox"/> TA Program |
| <input type="checkbox"/> T-I Database | <input type="checkbox"/> District Files | <input type="checkbox"/> Courthouse |
| <input checked="" type="checkbox"/> Other: <u>LEASE INSPECTION</u> | | |

By: DUANE KRUEGER


Retain 1 Copy District Office
Send 1 Copy to Conservation Division

Form: 06/15/2009

DIST 02 WELLS SPURRED JUNE 2008 - PIT CLOSURE DUE

API NO.	OPERATOR	LEASE NAME	WELL NO.	QQQ	LOCATION	COUNTY	SPUD DATE
15015237660000	TriPower Resources, LLC	MINGENBACK	2	SWNWNESE	26 - 24 - 4 E	BUTLER	6/16/2008
15015237720000	Metro Energy Group, Inc.	ROCK	1-32	N2SWSWSE	32 - 29 - 4 E	BUTLER	6/6/2008
15035242950000	L & K Oil LLC	WILLIAMS	2	N2N2SE	25 - 31 - 5 E	COWLEY	6/10/2008
15035193340002	Alton Oil LLC	D.M. LONG	1 SWD	NWSENE	1 - 32 - 4 E	COWLEY	6/23/2008
15035242960000	CEC Operations LLC	Musson	1-A	NWSESE	19 - 34 - 3 E	COWLEY	6/23/2008
15035241570001	Drake Exploration, LLC	REEVES	1	NWNENE	31 - 34 - 7 E	COWLEY	6/23/2008
15035242970000	Tomco Oil, Inc.	BOSSI	3	SENESE	15 - 35 - 4 E	COWLEY	6/23/2008
15095221540000	Plano Petroleum Corporation	MOLITOR	29-2	SWNW	29 - 27 - 9 W	KINGMAN	6/23/2008
15095221510000	Dixon Energy, Inc.	ROLF "A"	2	NWNESWNW	18 - 30 - 10 W	KINGMAN	6/2/2008
15113213300000	CMX, Inc.	DAHLSTEN	1	SWSESW	24 - 18 - 4 W	MCPHERSON	6/18/2008
15159225700000	Samuel Gary Jr. & Associates, In	KAISER TRUST	1-4	N2N2SE	4 - 18 - 10 W	RICE	6/19/2008
15191225330000	Noble Energy, Inc.	Anson East Unit B	3-07	SESWNESW	7 - 31 - 1 W	SUMNER	6/20/2008
15191225340000	Future Petroleum Company LLC	GOSSELIN	18-1	NESWNE	18 - 32 - 2 E	SUMNER	6/27/2008

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