

July 17, 2009

CYNTHIA BENEKE
TEPE OIL & GAS CO
P O BOX 522
CANTON KS 67428

RE: LEASE: KRAMER 24
LEGAL: 2310'FNL-1650'FWL 28-27-04E
COUNTY: BUTLER
API NO: 15015237590000

Dear Ms. Beneke:

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 Kramer 24 well.

The original 365 days for closure expired November 26, 2008. This extension will expire October 9, 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 Logis
Director

cc: Jonelle Rains
District # 2

Sammy Flaharty

From: Duane Krueger
Sent: Thursday, July 09, 2009 5:16 PM
To: Sammy Flaharty
Subject: RE: TE-PE OIL CO. KRAMER #24

90 days would be great, thank you

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

From: Sammy Flaharty
Sent: Thursday, July 09, 2009 4:38 PM
To: Duane Krueger
Subject: RE: TE-PE OIL CO. KRAMER #24

I got the field report Duane. How long of an extension should they have. You didn't put that on the report that I could find. I'm assuming 90 days. Would that be okay? Let me know. I know what you mean about emailing things. I have trouble with all this technology too. It's probably my age since I'm past 60. Oh well. Just a few more years and I can take down my shingle. Have a good wone.

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

From: Duane Krueger
Sent: Thursday, July 09, 2009 4:33 PM
To: Sammy Flaharty
Subject: TE-PE OIL CO. KRAMER #24

SAMMY, MY FIRST TIME OF E-MAILING FIELD REPORT. HOPE YOU GET IT. I MADE THIS OUT ON MAY 11 AND PRINTED & SENT TO JONELLE RAINS. I AGREE THEY NEED AN EXTENSION.
THANKS, DUANE
EVERYTHING IN ONE PIECE YOU MAY LET ME KNOW
IF YOU RECEIVE

KCC OIL/GAS REGULATORY OFFICES

Date: 04/20/09

District: 02

Case #: _____

- New Situation
- Response to Request
- Follow-Up

- Lease Inspection
- Complaint
- Field Report

Operator License No: 05920
 Op Name: TERRY P. BANDY
 Address 1: P. O. BOX 522
 Address 2: _____
 City: CANTON
 State: KS Zip Code: 67428 -0522
 Operator Phone #: (620) 628-4428

API Well Number: 15-015-23759-00-00
 Spot: NW NE SW Sec 28 Twp 27 S Rng 4 E / W
 2310 Feet from N / S Line of Section
 1650 Feet from E / W Line of Section
 GPS: Lat: _____ Long: _____ Date: _____
 Lease Name: KRAMER Well #: 24
 County: Butler

Reason for Investigation:

DRILL PIT CLOSURE

Problem:

YES, PITS NOT CLOSED

Persons Contacted:

JUDD REED / PUMPER

Findings:

COULD NOT GET INTO WELL BECAUSE OF HEAVY RAINS AND FLOODING AT TIME OF INSPECTION. CALLED PUMPER, STATED PITS WERE STILL OPEN AND WERE FULL OF RAIN WATER. PITS HAVE NOT BEEN CLOSED.

Action/Recommendations:

Follow Up Required Yes No

Date: _____

CC: JONELLE RAINS
OPERATOR NEEDS TO HAVE ANOTHER EXTENSION GRANTED TO ALLOW LOCATION TO DRY OUT AND GET PITS FILLED.

Verification Sources:

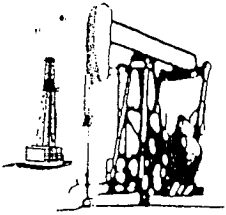
Photos Taken: NO

- RBDMS
- T-1 Database
- Other: LEASE INSPECTION
- KGS
- District Files
- TA Program
- Courthouse

By: DUANE KRUEGER

Retain 1 Copy District Office
Send 1 Copy to Conservation Division

Form: 05/11/2009



EXPLORATION • PRODUCTION

T.E.P. OIL & GAS CO.

TERRY P. BANDY, Owner

P.O. Box 522 • Canton, Kansas 67428 • (913) 628-4428
620

July 2, 2009

Kansas Corporation Commission
Conservation Division
130 S Market, Room 2078
Wichita, Kansas 67202-3802

RE: Kramer #24 API 15-015-23759
Butler County 28-27S-4E
Notice of Violation 82-3-602

Dear Sirs:

We are requesting an extension to close the pit on the above captioned well. Conditions in that area have been so wet. In fact they had an above 100 year rain a month ago which had the entire lease under water.

Sincerely,

Cynthia Beneke
Agent

CB

RECEIVED
JUL 06 2009
KCC WICHITA