

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

July 17, 2009

TIM HELLMAN LOTUS OPERATING CO LLC 100 S MAIN STE 420 WICHITA KS 67202

RE: LEASE: CURTIS 1

LEGAL: 1660'FSL-1070'FWL 31-28S-15W

COUNTY: PRATT

API NO: 15151222850000

Dear Mr. Hellman:

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 Curtis 1 well.

The original 365 days for closure expired February 8, 2009. This extension will expire November 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 Louis Director

cc: Jonelle Rains District # 1



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

MEMORANDUM

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KCC DODGE CITY

District 1

70 From Sammy Flaharty

Date: 7/7/2009

Re:

pit extensions

The following operators have requested additional extensions of time in which to fill the pits associated with the given lease. Please inspect the lease and let me know what your recommendations are. Your time and work are appreciated.

TGT Petroleum Corporation

Vicki 3

1440'FSL-1610'FWL 26-27s-19W

Kiowa County 15007216280000

Spud 2/12/08 pit extension expired 7/6/09

Lotus Operating Co. LLC

Curtis 1

1660'FSL-1070'FWL 31-28S-15W

Pratt County

15151222850000

Spud 2/8/08 pit extension expired 5/8/09

6 month 5x2. 5. Duriont 7-9-09

4 mo. Ext S. Durant 7-9-09

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LOTUS OPERATING CO., LLC

100 S. Main, Ste 420 Wichita, Kansas 67202 (316) 262-1077 Fax (316) 219-1217

June 29, 2009 ·

Ms. Jonelle Rains Kansas Corporation Commission 130 S. Market, Rm 2078 Wichita, Kansas 67202 RECEIVED
JUN 3 0 2009
KCC WICHITA

RE: #1 Curtis API # 15-151-22285 31-28s-15w Pratt Co, KS

Dear Ms. Rains,

We have unable to fill the pits this spring due to the rains. The location is also under an irrigation system which has now started. We have been in contact with the tenants leasing the Curtis #1 surface and they advised us they will work with us on closing the pits sometime from late August to early October of this year.

I would like to have an extension until November 30, 2009 for us to complete the full closure of the pits, not only as per KCC rules, but also to grant the tenant's wishes.

If you have any questions, please feel free to call.

Yours truly,

Tim Hellman

Lotus Operating Company, L.L.C.