


KANSAS
CORPORATION COMMISSION

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

November 6, 2008

KATHY FORD
LARIO OIL & GAS COMPANY
301 S MARKET ST
WICHITA KS 67202

RE: LEASE: FEAREY 4-3
LEGAL: 2084'FNL-990'FEL 03-28S-05W
COUNTY: KINGMAN
API NO: 15095221240000

Dear Ms. Ford:

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 Fearey 4-3 well.

The original 365 days for closure expired November 1, 2008. This extension will expire April 30, 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

LARIO OIL & GAS COMPANY



301 SOUTH MARKET STREET
WICHITA, KANSAS 67202
(316) 265-5611 FAX: (316) 265-5610

October 29, 2008

Jonelle Rains
Dept. of Environmental Protection & Remediation
KANSAS CORPORATION COMMISSION
130 S. Market, Room 2078
Wichita, KS 67202-3802

RECEIVED
KANSAS CORPORATION COMMISSION

OCT 31 2008

RE: Closure Extension of Drilling Pits
FEAREY Lease Well No. #4-3
SW SE NE Sec. 3-28S-05W
Kingman Co., Kansas
API No. 15-095-22124-00-00

CONSERVATION DIVISION
WICHITA, KS

Dear Ms. Rains:

The above referenced well was spudded on 11-01-07. According to K.A.R. 82-3-602, the subject drilling pits must be closed by 10-31-08.

This letter is to file for an extension of the above rule.

Date of location inspection by agents: 10/16/08

Reason for extension: Ground is still soft for heavy equipment to effective work. Small amount of standing water was observed. Water has been hauled out on several occasions. The past year had a lot of rain.

Estimated period of time until pit closure: 04/30/09

Your attention to this matter is appreciated.

Sincerely,

Kathy Ford
Engineering Technician



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

Lario Oil & Gas Company
301 S MARKET ST
WICHITA KS 67202

October 31, 2008

Re: Closure of Drilling Pits
FEAREY Lease Well No. 4-3
SWSENE 3-28S-5W
KINGMAN County, Kansas
API No. 15095221240000

Dear Sirs:

The above referenced well was spudded on 11/1/2007. 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 10/31/2008. 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 10/31/2008. **TO FILE FOR AN EXTENSION, PLEASE SEND A COPY OF THIS LETTER WITH THE FOLLOWING INFORMATION COMPLETED:**

Date of location inspection by operator/agent: 10-16-08

Reason for extension: GROUND TOO WET

Estimated period of time until pit closure: 4-30-09

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.

RECEIVED
KANSAS CORPORATION COMMISSION

NOV 05 2008

CONSERVATION DIVISION
WICHITA, KS