



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

August 13, 2008

HENRY N CLANTON  
ARES ENERGY LTD  
303 W WALL STE 900  
MIDLAND TX 79701

RE: LEASE: CARTER FAMILY TRUST 1-3  
LEGAL: 330'FSL-1800'FEL 03-18S-09W  
COUNTY: RICE  
API NO: 15159224730000

Dear Mr. Clanton:

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 Carter Family Trust 1-3 well.

The original 365 days for closure expired October 19, 2006. This extension will expire November 7, 2008. 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(c). 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

CONSERVATION DIVISION

Finney State Office Building, 130 S. Market, Room 2078, Wichita, KS 67202-3802  
(316) 337-6200 • Fax: (316) 337-6211 • <http://kcc.ks.gov/>



## MEMORANDUM

To: District 2

From: Sammy K. Flaharty

Date: ~~March 6, 2008~~ June 24, 2008

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.

Range Oil Company Inc.  
Eitzen 1  
990'FSL-2640'FEL 15-20S-01E  
Marion County  
15115213570000  
Spud 8/23/06 pit extension expired 1/4/08

Ares Energy Ltd.  
Carter Family Trust 1-3  
330'FSL-1800'FEL 03-18S-09W  
Rice County  
15159224730000  
Spud 10/19/05 pit extension expired 1/1/08

*Virgil C called 8/1/08  
need to remove water  
grout Sept. 9/1/08*

Range Oil Company Inc.  
Boese 1  
850'FSL-600'FWL 15-20S-01E  
Marion County  
15115213580000  
Spud 8/30/06 pit extension expired 1/4/08

Daystar Petroleum Inc.  
Worl a 1-28  
2310'FNL-2310'FWL 28-17S-07W  
Ellsworth County  
15053211920000  
Spud 12/08/06 pit extension expires 3/8/08

Howell Oil Company Inc/  
Sabin B 10  
1320'FNL-1690'FEL 13-23S-04W  
Reno County  
15155215050000 Spud 7/18/06 pit extension expired 1/18/08

## CONSERVATION DIVISION





March 3, 2008

VIA FEDERAL EXPRESS

Ms Jonelle Rains  
Department of Environmental Protection and Remediation  
Kansas Corporation Commission  
130 South Market, Room 2078  
Wichita, Kansas 67202-3802

RE : Carter Family Trust 1-3  
Rice County, Kansas  
API: 15-159-22473-0000

Dear Ms. Rains:

Pursuant to your letter of February 29, 2008, our additional extension of time in which to close the drilling pit associated with the drilling of the Carter Family Trust 1-3 well has expired as of 1/1/2008. We have worked on the pit, but have not been able to close it due to weather delays over the past few months.

We hereby request an additional extension to complete this work.

If there are any questions, or if you need any additional information, please contact me at ARES Energy, Ltd. at the telephone shown on the letterhead.

Sincerely,

ARES Energy, Ltd.

A handwritten signature in cursive script that reads "Henry N. Clanton".

Henry N. Clanton  
Managing Partner

Cc: Sammy Flaharty  
Kansas Corporation Commission

RECEIVED  
KANSAS CORPORATION COMMISSION

MAR 04 2008

CONSERVATION DIVISION  
WICHITA, KS



**FILTER SELECTIO**

Search T-Is / Letters

Sec Twpn Rngn

Company

Find

API Number

15-159-22473- -

API # 15-159-22473-00-00

Well CARTER FAMILY TRUST 1-3

Cty RICE

Dkt

Oper 33770

ARES ENERGY, LTD

A

Lgey Oper

Work Oper

C-1 Oper

SAMUEL GARY JR. &amp; ASSOCIATES,

WL Type OIL

WL Stat IN

Status Source: ACO1

Status Dt: 10/26/2005

Location 3-18S-9W SESWSE, 330 FSL 1800 FEL

District # 02

**Dates**

Intent Apprv: 09/22/2005

Compl:

Permit Expire: 03/22/2006

Compl Rpt Rec: 02/16/2006

ACO-1 Spud: 10/19/2005

Plugged:

District Spud: 10/19/2005

SC Int:	320	SGWA:	<input type="checkbox"/>	CP 1:		Date CP-2/3 Recvd:	
PIT Cls EXT:	01/01/2008	RFAC	<input checked="" type="checkbox"/>	CP 2.3:		Date CP-4 Recvd:	
Pit Cls:		RFAS	<input type="checkbox"/>	CDP 5:	E		
PIT Status	Request Received for Extension		PitLiner	<input type="checkbox"/>			
Dewater:		BBLS:	Steel	<input type="checkbox"/>			