

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

August 29, 2008

CYNDE WOLF FALCON EXPLORATION INC 125 N MARKET STE 1252 WICHITA KS 67202

RE: LEASE: W TEETER 3

LEGAL: 1420'FNL-330'FWL 35-13S-30W

COUNTY: GOVE

API NO: 15063216470000

Dear Ms. Wolf:

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 W Teeter 3 well.

The original 365 days for closure expired February 9, 2008. This extension will expire February 25, 3009. 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 #4



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

MEMORANDUM

To:

District 4

From: Sammy K. Flaharty

Date: August 20, 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.

Falcon Exploration Inc. W Teeter 3 1420'FNL-330'FWL 35-13S-30W Gove County 15063216470000 Spud 2/9/07 pit extension expired 8/9/08

Message

Page 1 of 1

Sammy Flaharty

From:

Case Morris

Sent:

Monday, August 25, 2008 9:35 AM

To:

Sammy Flaharty

Subject: Pit Ext.

Hi Sammy,

Go ahead and give Osborn Heirs an extension on the Kinzel #11 in 11-18s-12w, Barton County. Also Falcon Exploration on the Teeter #3 in 35-13s-30w, Gove County.) We got 4 inches of rain over the weekend. Thanks. Case.

FALCON EXPLORATION, INC.

OIL & GAS EXPLORATION

125 N. MARKET, SUITE 1252 WICHITA, KANSAS 67202 **TELEPHONE: (316)262-1378**

FAX: (316)265-3354

August 18, 2008

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

Re: W. Teeter #3

#15-063-216470000

NW/4 Section 35-13S-30W Gove County, Kansas

Gentlemen:

The contractor was unable to finish closing all the pits on the above captioned well. Due to recent rains the reserve pit on the above captioned well is still open. At this time we ask for an extension of six (6) months in which to finish.

Sincerely,

FALCON EXPLORATION, INC.

/clw Encl.

RECEIVED KANSAS CORPORATION COMMISSION

AUG 19 2008

CONSERVATION DIVISION WICHITA, KS