

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

August 29, 2008

NANCY DAVIS AMERICAN WARRIOR INC P O BOX 399 GARDEN CITY KS 67846

RE: LEASE: ELMORE 1-5

LEGAL: 120'FNL-1490'FEL 05-31S-07W

COUNTY: HARPER API NO: 15077215550000

Dear Ms. Davis:

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 Elmore 1-5 well.

The original 365 days for closure expired July 17, 2007. This extension will expire November 25, 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



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

MEMORANDUM

To: District 2

From: Sammy K. Flaharty

agast 20,2000

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. Virgil alled 8/6/08.

Murita Drilling Co. Inc.

Frehse 1-24

1280'FSD 2690'FEL 24-16S-10W

Ellsworth County

1505321/1870090

Spud 8/10/06 Pit extension expired 8/27/08

American Energies Corp.

Graber Trust 1-10

1320'FSL-660'FWL 10-27S-07W

Kingman County

15095220610000

Spud 11 6/06 pit extension expired 5 19/08

American Warrior Inc.

Elmore 1-5

120"FNL-1490"FEL 05-31S-07W

Harper County

15077215550000

Spud 7-17/06 pit extension expired 5-16/08

Ares Energy LTD.

Behnke 3-29

2310'FSNL-1650'FEL 29-18S-09W

Rice County

15150225080000 spud 10/31/06 pit extension expired 5/1/08

JOINSTEN APON DIN 1870X

Finney State Office Building, 130 S. Market, Room 2078; Wichita, KS < 202-1802

Samuel 8-25-08 Godge Extension