

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

July 28, 2008

JERRY GREEN
CASTLE RESOURCES INC
P O BOX 87
SCHOENCHEN KS 67667

RE: LEASE: SONJA 1

LEGAL: 1980'FNL-1980'FEL 10-21S-21W

COUNTY: HODGEMAN API NO: 15083215190000

Dear Mr. Green:

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 Sonja 1 well.

The original 365 days for closure expired September 4, 2007. This extension will expire January 17, 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(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 #1



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

MEMORANDUM

District 1

70. Fram: Sammy K. Flaharty

Date: July 11, 2008

Pit Extensions Re:

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.

Castle Resources Inc 1980'FNL-1980'FEL 10-21S-21W
Hodgeman County
15083215190000
spud 9/4/06 pit extension expired 5/16/08

7-17-05

5. During

RECEIVED KANSAS CORPORATION COMMISSION

JUL 2 1 2008

CONSERVATION DIVISION WICHITA, KS

Castle Resources Inc. PD Box 87 Schoenchen, KS 67667 785-625-5155

July 8, 2008

Kansas Corporation Commission Jonelle Rains, Supervisor 130 S. Market, Room 2078 Wichita, KS 67202-3802

Re: Sonja #1 API# 15083215190000 10-21-21W, Hodgeman County, Kansas

Jonelle,

This location is still too wet to close we are asking permission for more time to close the drilling pits. We have repeatedly tried to close these pits with multiple trips to inspect them. The cat skinner is going down this weekend to try again to close these pits. Please extend our time.

Thank you,

Jerry Green, President

JG:kb

RECEIVED KANSAS CORPORATION COMMISSION

JUL 10 2008

CONSERVATION DIVISION WICHITA, KS