



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

February 22, 2008

KRISTOL TAYLOR
SAMUEL GARY JR & ASSOCIATES INC
1560 BROADWAY STE 2100
DENVER CO 80202

RE: LEASE: SCHROEDER MAES-HUFF 4-34
LEGAL: 330'FSL-670'FEL 34-17-10W
COUNTY: RICE
API NO: 15053211850000

Dear Ms. Taylor:

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 Schroeder Maes-Huff 4-34 well.

The original 365 days for closure expired September 12, 2007. This extension will expire May 11, 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

MEMORANDUM

To: District 2
From: Sammy K. Flaharty
Date: 1/17/2008
Re: Pit Extensions

*Virgil Clotcher 2/11/08
Give 90 days
Have had 6-8 inches
of snow*

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.

All wells are for Samuel Gary Jr. & Associates Inc.

Thomas 1-30
950'FNL-1260'FWL 30-19S-10W
Rice County
15159224950000
spud 8/31/06 pit extension expired 12/31/07

Schroeder Maeshuff 4-34
330'FSL-670'FEL 34-17-10W
Ellsworth County
15053211850000
spud 9/12/06 pit extension expired 12/12/07

ORTH 1-5
3280'FSL-3580'FEL 05-19S-10W
Rice County
15159224980000
spud 9/15/06 pit extension expired 12/15/07

Zink 1-34
330'FSL-1250'FEL 34-18W-10W
Rice county
15159225030000
spud 9/20/06 pit extension expired 12/20/07

Samuel Gary Jr. & Associates, Inc.

1560 Broadway, Suite 2100, Denver, CO 80202 (303) 831-4673

January 15, 2008

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

RECEIVED
KANSAS CORPORATION COMMISSION
JAN 16 2008
CONSERVATION DIVISION
WICHITA, KS

RE: CDP-4 Extensions

Dear Jonelle,

This letter is in regards to reserve pit closures that are under Samuel Gary Jr. & Associates, Inc. Unfortunately, due to ice and snow storms we have been unable to close the reserve pits and file CDP-4's by the due dates. Our field workers are making every effort to close these reserve pits as soon as possible, and it does appear that they are slowly drying, but we will need more time to close these pits and file a CDP-4. Therefore, we hereby request another extension to close & file CDP-4's for the following wells:

- Thomas 1-30 15-159-22495-0000
- Schroeder-Maes-Huff 4-34 15-053-21185-0000
- Orth 1-5 15-159-22498-0000
- Zink 1-34 15-159-22503-0000
- Sittner Et Al-Ringwald 1-33 15-159-22496-0000

If there are any questions, or if you need any additional information, please contact Tom Fertal at the telephone number shown on the letterhead.

Sincerely,

SAMUEL GARY JR. & ASSOCIATES, INC.



Kristol Taylor
Geo/Engineer Tech