


CORPORATION COMMISSION

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

February 4, 2008

ALLEN BANGERT
MAI OPERATIONS
P O BOX 33
RUSSELL KS 67665

RE: LEASE: LAMATSCH BESTHORN UNIT 1
LEGAL: 330'FSL-2370'FEL 15-16S-11W
COUNTY: BARTON
API NO: 15009249680000

Dear Mr. Bangert:

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 Lamatsch Besthorn Unit 1 well.

The original 365 days for closure expired August 5, 2007. This extension will expire April 24, 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 #4

MEMORANDUM

To: District 4

From: Sammy K. Flaharty



Date: 1/23/2008

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.

Mai Operations

Lamatsch Besthorn Unit 1

330'FSL-2370'FEL 15-16S-11W

Barton County

15009249680000

spud 8/5/06 pit extension expired 11/5/07

RECEIVED
KANSAS CORPORATION COMMISSION

JAN 28 2008

CONSERVATION DIVISION
WICHITA, KS

OK 1-24-08
wet + cold.

The next two wells belong to Cholla Production LLC

Euhus Trust 1-28

1800'FSL-330'FEL 28-02S-30W

Decatur County

15039209910000

spud 11/7/06 pit extension expired 12/15/07

OK 1-24-08
Has been wet + cold for several months.

Marvin May 1-23

2000'FSL-1000'FEL 23-02S-30W

Decatur County

15039209900000 spud 11/17/06 pit extension expired 12/17/07

OK. Ditch Decatur Co.

H.D. Jones
1-24-08

Mai Operations

P. O. BOX 33

RUSSELL, KANSAS 67665



1-17-08

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KANSAS CORPORATION COMMISSION

JAN 22 2008

CONSERVATION DIVISION
WICHITA, KS

TO: KANSAS CORPORATION COMMISSION
CONSERVATION DIVISION
DEPARTMENT OF ENVIRONMENTAL PROTECTION AND REMEDIATION

FROM: MAI OIL OPERATIONS, INC.

RE: DRILLING PITS - LAMATSCH-BESTHORN UNIT #1

ATTN: SAMMY FLAHARTY

MAI OIL OPERATIONS, INC. is requesting a 3 month extension of time to close the drilling pits at the LAMATSCH-BESTHORN UNIT #1, API# 15-009-24968-0000 located in Sec. 15-16-11W, Barton Co. The pits were dewatered and were about dry enough to fill before the latest winter storm. After some drying weather, we fill pits as soon as possible. Thank you for your consideration.

Sincerely,

Allen Bangert
MAI OIL OPERATIONS, INC.