



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

October 1, 2008

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

RE: LEASE: MORGAN 1-36
LEGAL: 750'FSL-4345'FWL 36-20S-10W
COUNTY: RICE
API NO: 15159225190000

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 Mogan 1-36 well.

The original 365 days for closure expired December 1, 2007. This extension will expire December 26, 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: September 18, 2008
Re: Pit Extensions

*Virgil C. called 9/26/08
Give all 3 months.*

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 belong to Samuel Gary Jr. & Associates Inc. and are in Rice County

Thomas 2-30
30-19S-10W 1760'FNL-1520'FWL
15159225180000
Spud 11/9/06 pit extension expired 8/6/08

Roelfs 2-24
2310'FNL-990'FWL 24-18S-10W
15159225280000
Spud 1/22/07 pit extension expired 8/27/08

Mooney Et Al 2-5
930'FSL-1150'FWL 05-19S-10W
15159225130000
Spud 11/18/06 pit extension expired 8/15/08

Novotny Et Al 1-31
2550'FNL-100'FEL 31-18S-10W
15159225330000
Spud 3/14/07 pit extension expired 6/14/08

Morgan 1-36
750'fsl-1200'fwl 36-20S-10W
15159225190000
Spud 12/1/06 pit extension expired 8/27/08

Stumps 2-4
990'FSL-1350'FWL 04-18S-10W
15159225380000
Spud 5/19/07 pit extension expired 8/19/08

Matthaei Trust 2-19
551'FSL-4345'FEL 19-18S-09W
15159225260000
Spud 1/12/07 pit extension expired 08/27/08

~~Roelfs 2-24
2310'FNL-990'FWL 24-18S-10W
15159225280000
Spud 1/22/07 pit extension expired 8/27/08~~

Samuel Gary Jr. & Associates, Inc.

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

September 16, 2008

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

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 rain storms over the past few months, we have been unable to dry out and close reserve pits by their 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 2-30	#15-159-22518-0000
Mooney Et Al 2-5	#15-159-22513-0000
<u>Morgan 1-36</u>	<u>#15-159-22519-0000</u>
Matthaei Trust 2-19	#15-159-22526-0000
Roelfs 2-24	#15-159-22528-0000
Novotny Et Al 1-31	#15-159-22533-0000
Stumps 2-4	#15-159-22538-0000

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

RECEIVED
KANSAS CORPORATION COMMISSION

SEP 18 2008

CONSERVATION DIVISION
WICHITA, KS

FILTER SELECTIO

Search T-Is / Letters

Sec Twpn Rngn

Company

Find

API Number

15-159-22519-



API #

15-159-22519-00-00

Well

MORGAN 1-36

City

RICE

Dkt

Oper

3882

SAMUEL GARY JR. & ASSOCIATES, INC.

A

Lgcy Oper

Work Oper

C-1 Oper

SAMUEL GARY JR. & ASSOCIATES,

WL Type

DH

WL Stat

PA

Status Source

CP23

Status Dt

12/09/2006

Location

36-20S-10W S2SW, 750 FSL 1200 FWL

District #

02

Dates

Intent Apprv:

11/13/2006

Compl:

12/09/2006

Permit Expire:

05/13/2007

Compl Rpt Rec:

03/28/2007

ACO-1 Spud:

12/01/2006

Plugged:

12/09/2006

District Spud:

12/01/2006

SC Int:

200

SGWA:

CP 1:

01/29/2007

PIT Cls EXT:

08/27/2008

REAC:

CP 2.3:

Date CP-2/3 Recvd:

12/13/2006

Pit Cls:

RFAS:

CP 4:

Date CP-4 Recvd:

01/29/2007

PIT Status

Request Received for Extension

PitLiner

CDP 5:

Y

Dewater:

BBLS:

Steel