

The logo for the Kansas Corporation Commission features the word "KANSAS" in a large, bold, sans-serif font. Above the letters "A" and "S" is a stylized graphic of a star with a curved line trailing behind it, suggesting a comet or a path. Below "KANSAS" is the text "CORPORATION COMMISSION" in a smaller, all-caps, sans-serif font.

KANSAS
CORPORATION COMMISSION

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

April 9, 2008

GARY F GENSCH
GATEWAY RESOURCES LLC
224 S CRESTWAY
WICHITA KS 67218

RE: LEASE: WHITE 1-10
LEGAL: 900'FNL-2500'FEL 10-06S-21W
COUNTY: GRAHAM
API NO: 15065232430000

Dear Sir/Madam:

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 White 1-10 well.

The original 365 days for closure expired November 2, 2007. This extension will expire June 8, 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,

A handwritten signature in cursive script that reads "Doug Louis".
Doug Louis
Director

cc: Jonelle Rains
District #4

MEMORANDUM

To: District 4

From: Sammy K. Flaharty

Date: April 4, 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.

Gateway Resources LLC
White 1-10
990'FNL-2500'FEL 10-06S-21W
Graham County
15065232430000
spud 11/2/06 pit extension expired 2/2/08

*Case Morris called 4/8/08
give 60 days*

GATEWAY RESOURCES, L.L.C.

224 S. CRESTWAY

Wichita, Kansas U.S.A. 67218

Office/Fax (316) 684-0199 Cell (316) 648-8522

April 2, 2008

Kansas Corporation Commission
Conservation Division – Attn: Sammy Flaharty
130 S. Market, Room 2078
Wichita, KS 67202

Re: Pit Closure Extension
Gateway Resources, LLC
#1-10 White, 990' FNL & 2500' FEL
Section 10-6S-21W
Graham County, Kansas
API No, 15-065-23,243-0000

Dear Sammy:

I received in the mail yesterday a pit closure extension violation notice letter dated March 31, 2008. As I told you over the phone today everything has been closed with the exception of the center part of the old reserve pit. The dozer operator said that he would try to get up there sometime this weekend to see if it is dry enough to get it all completed. He thinks there is a good chance that it has been dry enough. As I mentioned, the pit is down in a low area next to Bow Creek and next to a long grove of trees. I think that in general the soil retains its moisture pretty well and it doesn't get the typical winds that other areas do.

I would therefore like to request an additional pit closure extension for the next 60 days. I would think that is plenty of time to get it done. It may be done by next week, but I will have to wait and see what the dozer operator tells me.

Thank you very much.

Sincerely,

Gateway Resources, LLC



Gary F. Gensch, President

RECEIVED
KANSAS CORPORATION COMMISSION

APR 03 2008

CONSERVATION DIVISION
WICHITA, KS

FILTER SELECTIO

Search T-Is / Letters

Sec Twpn Rngn

Company

API Number 15-065-23243-



API # 15-065-23243-00-00

Well WHITE 1-10

City GRAHAM

Dkt

Oper 32657 GATEWAY RESOURCES, LLC

A

Lgcy Oper

Work Oper

C-1 Oper GATEWAY RESOURCES, LLC

WL Type DI1

WL Stat PA

Status Source: CP23

Status Dt: 11/09/2006

Location 10-6S-21W SWNWN1E, 990 FNL 2500 FEL

District # 04

Dates

Intent Apprv: 10/26/2006

Compl: 11/09/2006

Permit Expire: 04/26/2007

Compl Rpt Rec: 01/29/2007

ACO-1 Spud: 11/02/2006

Plugged: 11/09/2006

District Spud: 11/02/2006

SC Int: 200

PIT Cls EXT: 02/02/2008

Pit Cls:

PIT Status Request Received for Extension

Dewater:

BBLS:

SGWA:

RFAC:

RFAS:

PitLiner:

Steel:

CP 1:

CP 2.3:

CP 4:

CDP 5:

Date CP-2/3 Recvd: 11/13/2006

Date CP-4 Recvd: 01/29/2007

