

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

June 27, 2008

GARY KIRMER
JOHN ROY EVANS OIL COMPANY LLC
P O BOX 385
CLAFLIN KS 67525

RE: LEASE: PETERMAN 3 B

LEGAL: 330'FSL-2165'FWL 28-17S-10W

COUNTY: ELLSWORTH API NO: 15053211970000

Dear Mr. Kirmer:

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 Peterman 3 B well.

The original 365 days for closure expired December 16, 2007. This extension will expire July 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 Kouis
Director

cc: Jonelle Rains District # 2

JOHN ROY EVANS OIL COMPANY, LLC P.O. BOX 385 CLAFLIN, KS 67525 620-587-3565

April 15, 2008

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

This letter is to inform you that I have not been able to close the surface pit on the Peterman 3B (API # 15-053-21197-0000) due to the weather conditions that have hindered our area in 2007 and now the first four months of 2008. I realize the surface pit was to be closed by 4/16/08 but we still have not been able to get the pit dry enough to close it up. The pit is located down in a draw and has continued to be wet, even though it has been dammed up so that water could not get in it. I have also had the water hauled out of the pit on four separate occasions. Please accept this letter for an extension on the closure of the surface pit. I phoned and visited with Jonelle Rains on Monday, April 14, 2008, and she instructed me to again apply for an extension on this surface pit on the Peterman 3B.

If you have any questions please contact me if you have any further questions.

Thank you.

Sincerely,

Gary Kirmer Field Supervisor

John Roy Evans Oil Company, LLC

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RECEIVED

CORPORATION COMMISSION

APR 17 2008

CONSERVATION DIVISION WICHITA, KS

Sammy Flaharty

From:

Jonelle Rains

Sent:

Thursday, June 26, 2008 9:15 AM

To:

Sammy Flaharty

Subject: FW: Pit Extensions

Jonelle Rains Environmental Scientist Kansas Corporation Commission (316) 337-6226 (316) 337-6211 Fax http://kcc.ks.gov/

-----Original Message-----

From: Jeff Klock

Sent: Thursday, June 26, 2008 9:09 AM

To: Jonelle Rains **Subject:** Pit Extensions

Hi Jonelle,

I spoke with Virgil about pit extensions today and he has looked at two pits that he said were ok to approve a 30 day extension of time.

John Roy Evans Oil Company Peterman 3B SE SE SW 28-17-10W, Ellsworth Co. 15-053-21197-00-00

Hal Krehbiel Unruh B4 SW/4 18-19-1W, McPherson Co. 15-113-21318-00-00

Virgil will look at the Sam Gary Jr. pits next week.

Jeff

From:

Jonelle Rains

Jonelle Rains

Sent:

Sammy Flaharry 8-3:55-PM Taresday June 24 Thursday, April 17, 2008-3:55-PM

To: Jeff Klock

Subject: Additional Extension - Drill Pit Closure

Jeff,

Attached is a request for an additional extension to close the drill pits. Please have someone inspect the location and forward the recommendation to my attention.

Thanks, Jonelle

ADDITIONAL EXTENSION REQUEST - DISTRICT 02

API NO.	OPERATOR	WELL		QQQ	LOCATION	COUNTY	SPUD DATE	CLOSE DUE	EXT EXPIRE
						, <u></u>			
15053211970000	John Roy Evans Oil Company L	PETERMAN	3 B	SESESW	28 - 17S - 10W	ELLSWORTH	12/16/2006	12/16/2007	4/16/2008

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