

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

October 30, 2008

DAVID D MONTAGUE KNIGHTON OIL COMPANY INC 1700 N WATERFRONT PKWY BLDG 100 STE A WICHITA KS 67206

RE: LEASE: DALE WILLIAMS 1

LEGAL: 4950'FSL-1320'FEL 26-16S-09E

COUNTY: MORRIS

API NO: 151272105780000 15-127-20578-00-00 KCC 045 Dear Mr. Montague:

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 Dale Williams 1 well.

The original 365 days for closure expired October 29, 2008. This extension will expire March 29, 2009. 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(a). 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**∦**ouis Director

cc: Jonelle Rains District #2

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KNIGHTON OIL COMPANY, INC.

Oil and Gas Properties

1700 N. WATERFRONT PARKWAY **BUILDING 100 - SUITE A** WICHITA, KANSAS 67206



Wichita Fax Hays Yard

Wichita Office (316) 630-9905 (316) 630-9907 (785) 623-4081

October 14, 2008

Sammy Flaharty Kansas Corporation Commission 130 S. Market, Suite 2078 Wichita, Kansas 67202-3802

RE:

Closure of Drilling Pits API # 15-127205780000

Dear Ms Flaharty:

We are requesting an extension for the closure of drilling pits for the Dale Williams Lease, Well No. 1. It is located in the N/2 N/2 NE of Section 26-T16S-R9E, Morris County, Kansas. Due to the heavy rains this summer and fall, the drilling pits have not had a chance to dry out completely in order to be backfilled and leveled correctly. We are monitoring them regularly for the opportunity to get them restored.

Thank you for your help with this matter.

Yours truly,

KNIGHTON OLDCOMPANY, INC.

David D. Montague

Geologist

RECEIVED
KANSAS CORPORATION COMMISSION

CONSERVATION DIVISION WICHITA, KS