

Conservation Division
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Wichita, KS 67202-3802



CDP4D

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Mark Sievers, Chairman
Thomas E. Wright, Commissioner
Shari Feist Albrecht, Commissioner

Sam Brownback, Governor

June 28, 2013

JAG Operations, Inc.
710 S. Front
PO Box 628
Russell, KS 67665

Re: Haines #1
NE/4 Sec. 25-13S-15W
Russell County, Kansas
API # 15-167-23764-00-00

Dear Sir or Madam:

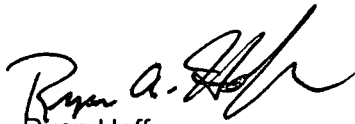
This letter is to inform you that you have been granted an extension of time in which to close the drilling pits associated with the Haines #1 well.

The original 365 days for closure expired on 02/06/2013. This extension will expire 12/27/2013. 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 Kathy Haynes at (316) 337-6243.

Very sincerely yours,


Ryan Hoffman
Director

Cc: File
District