

Conservation Division Finney State Office Building 130 S. Market, Rm. 2078 Wichita, KS 67202-3802



Phone: 316-337-6200 Fax: 316-337-6211 http://kcc.ks.gov/

Sam Brownback, Governor

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

September 11, 2013

Tug Hill Operating, LLC 550 Bailey Ave, Ste 510 Ft Worth, TX 76107

Re:

Dye SWD 1

NE/4 Sec. 16-28S-06W Kingman County, Kansas API # 15-095-22254-00-00

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 Dye SWD 1 well.

The original 365 days for closure expired on 07/27/2013. This extension will expire 12/11/2013. 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 A. Hoffman

Director

Cc:

File District Conservation Division Finney State Office Building 130 S. Market, Rm. 2078 Wichita, KS 67202-3802



Phone: 316-337-6200 Fax: 316-337-6211 http://kcc.ks.gov/

Sam Brownback, Governor

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

August 30, 2013

Tug Hill Operating, LLC 550 Bailey Ave, Ste 510 Ft Worth, TX 76107

Re: Closure of Drilling Pits
Dye SWD Lease Well No. 1
NE/4 Sec. 16-28S-06W
Kingman County, Kansas
API No. 15-095-22254-0000

Dear Sirs:

The above referenced well was spud on 7/27/2012. According to K.A.R. 82-3-602, "Drilling pits ... shall be closed within a maximum of 365 calendar days after the spud date of a well". The subject drilling pits must be closed by 7/27/2013. A Closure of Surface Pit, form CDP-4 (April 2004), should be filed within 30 days after the drilling pits are closed. Conservation division forms are available through our office and on the KCC web site: http://kcc.ks.gov/conservation/forms/

Should an extension be warranted, it must be received by September 13, 2013. TO FILE FOR AN EXTENSION, PLEASE SEND A COPY OF THIS LETTER WITH THE FOLLOWING INFORMATION COMPLETED:

Date of location inspection by operator/agent: September 6, 2013			
Reason for extension: <u>Heologic</u>	al evaluation		
Estimated period of time until pit closure:	6 months		.•

Failure to timely close the pit, file a request for an extension or file the closure form within the allotted time periods may result in assessment of an administrative penalty.

Your cooperation in this process is appreciated. If you have any questions or concerns, please call **Kathy Haynes (316) 337-6243**.

RECEIVED
KANSAS CORPORATION COMMISSION

SEP 1 0 2013