

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/>

Shari Feist Albrecht, Chair
Thomas E. Wright, Commissioner
Jay Scott Emler, Commissioner

Sam Brownback, Governor

March 12, 2014

Palomino Petroleum, Inc.
4924 SE 84th St
Newton, KS 67114-8827

Re: Busenitz Trusts 1
SE/4 Sec. 02-24S-02E
Harvey County, Kansas
15-079-20698-00-00

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 Busenitz Trusts 1 well.

The original 365 days for closure expired on 01/12/2014. This extension will expire on 06/12/2014. 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 shall result in a monetary penalty in accordance with K.A.R. 82-3-602(a). An additional pit extension may be renewed upon request, but no pit permit extension shall be extended beyond six months after the original deadline.

Please complete the pit closure form (CDP-4) through Kolar (Kansas On-Line Automated Reporting) at <https://kolar.kgs.ku.edu>.

If you have any questions in this regard, please do not hesitate to contact Kathy Haynes at (316) 337-6243.

Sincerely,

Ryan A. Hoffman
Director

Cc: File
District



PALOMINO PETROLEUM, INC.

4924 SE 84th St. • Newton, Kansas 67114-8827
(316) 799-1000 • FAX (316) 799-2728

March 11, 2014

Kathy Haynes
Kansas Corporation Commission
Conservation Division
130 S. Market Room 2078
Wichita, Kansas 67202

Dear Ms. Haynes:

Per our conversation, I am writing this letter to request an extension of 30 days be given for pit closure for the Busenitz Trusts #1 well located in SE/4 of Sec. 2-24S-2E in Harvey County. The reason for this extension is because it is still too wet to close.

If you have any questions, please feel free to call us.

Sincerely,

PALOMINO PETROLEUM, INC.

A handwritten signature in cursive script that reads "Carla Penwell".

Carla Penwell
Secretary

KCC WICHITA

MAR 11 2014

RECEIVED