

Conservation Division
Figueroa 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
Jay Scott Emler, Commissioner
Pat Apple, Commissioner

Sam Brownback, Governor

June 27, 2014

Charter Energy, Inc.
PO Box 252
Great Bend, KS 67530-0252

Re: Paul 1
SE/4 Sec. 14-15S-17W
Ellis County, Kansas
15-051-26561-00-00

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 Paul 1 well.

The original 365 days for closure expires on 07/16/2014. This extension will expire on 10/16/2014. 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

Lse Nm PAUL Well No 1
 Oper/Status 9090 CHARTER ENERGY, INC. A
 Work Oper _____
 Work Oper Source _____ Work Oper Effec Dt _____
 Lgcy Oper _____
 C-1 Oper CHARTER ENERGY, INC.
 Drllr/Status 33905 ROYAL DRILLING INC A
 Lgcy Drllr _____

Status PA
 Status Source CP4
 Type DH
 C-1 Well Type OIL
 Type Cmpl _____
 Dkt / Permit _____

DATES FOR THIS API #
 Status Dt 07/22/2013
 Intent Dt 07/02/2013
 Intent Exp Dt 07/02/2014
 ACO-1 Spud 07/16/2013
 District Spud 07/16/2013
 Dist Lng Strng _____
 TD Rchd Dt 07/22/2013
 Cmpltd Dt 07/22/2013
 1st Prod Dt _____
 1st Inj Dt _____
 PB TD Dt _____
 P/A Dt 07/22/2013

Well Comments:

Dt Edited	By	Well Comment
08/22/2013	eschumac	Entered GPS location and footages per lease inspection conducted July 9, 2013 by Ed Schumacher.

KDOR Lease Code
 Oil: _____ Gas: _____
 CP-111
 District 04
 Date Well Info. Last Edited: 11/06/2013

Const _____ TVD _____
 Kickoff _____
 Plug Back _____
 Hole 3605
 Loggers _____

SURFACE LOCATION Slant V
 Lat 38.742690 Long -99.173590
 Sec Township Range Spot WH PM
 14 - 15 S - 17 W SWNESESE
 Feet 750 Frm N/S S Feet 617 Frm E/W E
 Additional Sectional Descr.
 GPS Lat: 38.742690 GPS Long: -99.173590
 GPS Dt: 07/09/2013 By: EDWIN SCHUMACHER

SGWA
 Irregular Section
ELEVATIONS
 Gr 1946 KB 1952
 DF _____ Srf _____

BOTTOM HOLE (TARGET) LOCATION
 Lat _____ Long _____ Brng _____ Dist _____
 Sec Township Range BH PM
 _____ - _____ S - _____
 Feet _____ Frm N/S _____ Feet _____ Frm E/W _____

LOCATION PER UIC DOCKET ORDER/PERMIT
 Feet _____ Frm N/S _____ Feet _____ Frm E/W _____
 Sec Township Range Spot
 _____ - _____ S - _____
 Lat _____ Long _____

River Basin: _____ Chlorides 56000 Surf Pipe Required: 460
 DWR #: _____ Ttl Disv Solids _____ Projected TD: 3500
 Csg Sealed: _____ ALT: 1 Alt 2 Com: Add Pipe Pro: _____
 Drill Stem Test: Samples to Geo Surv: Cores Taken: Alt 2 Const
 From (Depth): _____
 To (Top/Surface): _____
 PIT CIs EXT: _____ Pit CIs: _____ CDP 5: Y SX_CMT: _____
 PIT Status: _____ Dewater: HD BBLs: 640
 RFAC RFAS PitLiner Steel
OWWO Information:
 Operator: _____ Cmpl Dt: _____
 Well Name: _____ TVD: _____

Kathy Haynes

From: Steve Baize <steve@charterenergy.net>
Sent: Friday, June 27, 2014 10:45 AM
To: Kathy Haynes
Subject: Paul #1

Kathy

We are requesting an extension of time to fill the pits on the Paul #1 - API #15-051-26561-0000. The landowner wants to fill the pits himself and has been working on them, however, they are not complete. With the recent rains they certainly will not be dry enough to finish by the deadline.

By this letter we are requesting a 90 day extension.

Thank you for your consideration.

Steve Baize

Kathy Haynes

From: Steve Baize <steve@charterenergy.net>
Sent: Tuesday, April 22, 2014 5:04 PM
To: Kathy Haynes
Subject: Pits - Paul #1

Kathy,

Per our telephone conversation, this letter is an inquiry into a unique situation we have on the drilling pits at the Paul #1 14-15-17 Ellis Co. API #15-051-26561-00-00. The land owner - Mr. Paul Leiker, has requested to backfill the pits himself. He has wheat planted around the pits and location and does not want anything done until after the wheat harvest. There are alot of rocks throught his field, and he is wanting to gather the rocks and put them in the pits and then cover them up as he has time to do so. We drilled this dry hole last July, the wheat harvest won't be until sometime in June. By the time he gets the rocks disposed of we will be considerably past the deadline. Since the landowner is wanting to do his own work on his own land, what we are asking is that Charter be relieved of the resonsibility to the KCC to backfill the pits.

Your consideration of the above and reply is greatly appreciated.

If you would care to visit with Mr. Leiker concerning any of the above, his cell phone number is 785-623-0421

Sincerely

Steve Baize

Charter Energy, Inc.