Consei≪ation Division Finney State Office Building 1/30 S. Market, Rm. 2078 Wichita, KS 67202-3802



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

Sam Brownback, Governor

Shari Feist Albrecht, Chair Jay Scott Emler, Commissioner Pat Apple, Commissioner

July 9, 2014

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

Re: Stoll-Olivia 1

NE/4 Sec. 23-13S-33W Logan County, Kansas 15-109-21154-00-00

Dear Sir or Madam:

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

The original 365 days for closure expired on 01/10/2014. This extension will expire 07/31/2014. No additional extensions will be granted. 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 filling the closure of surface pit form.

Failure to close the pit prior to the expiration date shall result in a monetary penalty in accordance with K.A.R. 82-3-602(a).

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

Kne a. Ho

Director

Cc: File

District

| Well Data | tor AP | [# 15-109-21 | 154-00- | UU | County: LO | JGAN | | V | 7/07/2014 |
|----------------------------|---------------|-------------------------|-------------|---------------------|--------------|---------------|---------------------------------|-----------------|------------|
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| Oper/Status | 30742 | PALOMINO PETI | ROLEUM, I | NC. | Α | Status Source | CP4 | Status Dt | 01/22/2013 |
| Work Oper | | | | | | Туре | DH | | 01/08/2013 |
| | Work Oper | Source | <u> </u> | Work Oper Effec | Dt | C-1 Well Type | | _ | 01/08/2014 |
| Lgcy Oper | | | | | |) | | | 01/10/2013 |
| | | PETROLEUM, IN | | | | Type Cmpl | | District Spud | 01/09/2013 |
| Drllr/Status Lgcy Drllr | | VAL ENERGY, 11 | NC. | | | Dkt / Permit | | Dist Lng Strng | |
| Well Comment | | | | | | KDOR Lea | se Code | | 01/21/2013 |
| vven commen | | | | | | Oil: | Gas: | ` ; | 01/22/2013 |
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| | | | | | | <u>CP-11</u> | 11 | 1st Inj Dt | |
| • | | | | | | | | PB TD Dt | |
| | | | | | | | | P/A Dt | 01/22/2013 |
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| | | | | | | District [| 04 | Logger | |
| _ | | | | | | · | Date Well Inf | o. Last Edited: | 03/13/2014 |
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| [2 | 23 - 13 5 | S - 33 W SWS | WNENE | | воттом | HOLE (TARGET) | LOCATION | | |
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| | | | | | 360 10 | wnship Range | ВН РМ | | |
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| Gi | PS Dt: | By: | | | Feet | Frm N/S | Feet | Frm E/W | |
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| | Sec | Township Rang | ge Spot | <u> </u> | لــــــا | | | | |
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| | DW | | | Chlor Ttl Disv S | <u> </u> | == | Pipe Required: Projected TD: | 200 4850 | |
| | Csg Sea | | | ALT: 2 | Alt 2 Com: | | | 14030 | |
| | | | | | _ | _ Alt 2 | From (Depth) | : 222 | |
| | Drill Ste | m Test: S | amples to G | leo Surv: 🗌 | Cores Taken: | | (Top/Surface) | <u></u> | |
| | PIT Cls EX | CT: 06/12/2014 | Pit Cls: | 11/11/1911 | CDP 5: |] | sx_c | MT: 160 | |
| | PIT Stat | us: CD | | | | Dewater: | BBLS: | | |
| | OWWO II | nformation: | | | _ F | RFAC 🗌 RFAS | PitLine | r 🗌 Steel | |

Cmpl Dt:

TVD:

Operator:

Well Name: