October 13, 2014

Source Energy MidCon LLC
1805 Shea Center Drive Ste 100
Highlands Ranch, CO 80129

Re: H. Entz 16-14-16-11H
    SW/4 Sec. 16-24S-02E
    Harvey County, Kansas
    15-079-20702-01-00

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 H. Entz 16-14-016-11H.

The original 365 days for closure expired on 09/24/2014. This extension will expire on 1/13/2015. 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, but not the time period for filing the waste transfer form (CDP-5).

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
October 9, 2014

KCC, Conservation Division
Attn: Kathy Haynes
266 N. Main Street, Ste.220
Wichita, KS  67202-1513

Re: H.Entz 16-14-16-11H (API 15-079-20702-01-00) Surface Pit

Dear Kansas Corporation Commission (KCC),

This letter requests an extension on the due date for the Surface Pit Closure Form for Source Energy MidCon LLC’s H.Entz 16-14-16-11H well. Every effort is currently being made to safely finalize closure of the H.Entz 16-14-16-11H surface pit. Due to increased precipitation this year, we are requesting additional time for pit closure procedures to ensure that the pit is properly dried out before we proceed with the finalization of the pit closure.

Please feel free to contact me at 720-354-4972 or email rfarmer@sourceep.com

Best regards,

Ryan Farmer
Associate Geologist