

KANSAS CORPORATION COMMISSION  
CONSERVATION DIVISION  
130 S MARKET - ROOM 2078  
WICHITA KS 67202

RECEIVED

OCT 04 2005

KCC WICHITA

CLOSURE OF SURFACE POND

03

OPERATOR NAME SRAM OIL, INC. T-1 Cyclone (30253) LICENSE NO. 4872

OPERATOR ADDRESS 15403 161st Road, Winfield, Ks 67156 Agent: 209 E. William St., #424, Wichita, 67202

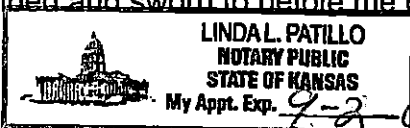
CONTACT PERSON Toby Elster PHONE NUMBER (316) 2630542

PERMIT NUMBER (API NO. IF APPLICABLE) 15035241800000 LEASE NAME Tauscher #2

TYPE OF POND: \_\_\_\_\_ EMERGENCY PIT \_\_\_\_\_ BURN PIT \_\_\_\_\_ TREATMENT PIT \_\_\_\_\_ XX \_\_\_\_\_ DRILLING PIT \_\_\_\_\_ WORKOVER PIT \_\_\_\_\_  
PIT LOCATION SEC 34 TWP 34 RNG 3E E/W  
660 FSL Ft from N/S Line of Sec. (circle one)  
3183 FEL Ft from E/W Line of Sec.  
Cowley COUNTY

Date of closure: 17 - 29 -05  
Was an artificial liner used? \_\_\_\_\_ Yes X No  
If no, how were the sides and bottom sealed to prevent downward migration of the pit contents?  
Drilling Mud  
Abandonment procedure of pit: Pushed pits in with original soil  
Proof attached

The undersigned hereby certifies that he / she is Toby Elster, Agent for SRAM OIL, INC. (Co.), a duly authorized agent, that all information shown hereon is true and correct to the best of his knowledge and belief.

Subscribed and sworn to before me on this 3rd day of Oct 2005  
 Linda L. Patillo Notary Public  
My Commission Expires: 9-2-07

BUTLER BROS., INC.  
FED. I.D. 48-0762281

TANK CLEANING, ROTARY MUD, OIL AND WATER HAULING  
WINCH TRUCKS KCC ICC,  
DUMP TRUCK, LOADER-DOZER  
2210 SIMPSON PHONE (620) 221-3570  
WINFIELD, KANSAS 67156-2530

RECEIVED

OCT 04 2005

KCC WICHITA

INVOICE

DATE	INVOICE.#
8/18/2005	18706

BILL TO:

SRAM OIL INC.  
209 E. WILLIAM, SUITE 400  
WICHITA, KS 67202

NET 15

TAUSCHER

A FINANCE CHARGE OF 1.5% PER MONTH WHICH IS AN ANNUAL RATE OF 18% SHALL BE MADE ON ANY PAST DUE BALANCE.

DESCRIPTION	AMOUNT
7/19/2005 DOZER TO FILL IN WORKING PITS SQUEEZED IN WORKING PITS DOZER 6 HRS @ 76.00	456.00
Subtotal	\$456.00
Sales Tax (5.3%)	\$0.00
<b>TOTAL</b>	\$456.00

THANK YOU !!!

# KANSAS

CORPORATION COMMISSION

KATHLEEN SEBELIUS, GOVERNOR  
BRIAN J. MOLINE, CHAIR  
ROBERT E. KREHBIEL, COMMISSIONER  
MICHAEL C. MOFFET, COMMISSIONER

September 9, 2005

SRAM OIL INCORPORATED  
15403 161<sup>ST</sup> RD  
WINFIELD KS 67156

RE: LEASE: TAUSCHER 2  
LEGAL: 660'FSL-3183'FEL 34-34S-03E  
COUNTY: COWLEY  
API NO: 15035241800000

Dear Sir:

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 drilling of the Tauscher 2 well.

The original 365 days for closure expired August 19, 2004. This extension will expire November 7, 2005. 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(c). 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 Jonelle Rains at (316) 337-6226.

Very sincerely yours,



M. L. Korphage  
Director

cc: Jonelle Rains  
District #2

KCC OIL/GAS REGULATORY OFFICE

DATE: 9-1-2005

[ ] New Situation  
[X] Response to Request  
[ ] Follow-Up

LOCATION SW, SEC 34, T 34 S, R 3E

OPERATOR: Sram Oil Incorporated

LICENSE #: 4872

ADDRESS: 15403 161st Rd

LEASE/WELL NUMBER: Tauscher #2

ADDRESS: Winfield KS 67154

COUNTY: Cowley

PHONE #: 620-221-1729

LEASE INSPECTION:      COMPLAINT:      FIELD REPORT: X

REASON FOR INVESTIGATION: Pit check / Request Daug L.

PROBLEM:     

PERSONS CONTACTED: None

FINDINGS:     

Working pits closed, Reserve pit has been partially pushed w/ windows cut, < 1/2 barrel of fluid in bottom.

pumping unit w/ gas engine / Well off all lines shut in.

-097.08640W 37.04379N PHOTOS TAKEN: Yes

ACTION/RECOMMENDATIONS:     

Reported back to Daug L.

RECEIVED  
KANSAS CORPORATION COMMISSION

SEP 06 2005

CONSERVATION DIVISION  
WICHITA, KS

BY Diane Kueper  
9-1-2005

*(Handwritten mark)*

**Jonelle Rains**

---

**From:** Doug Louis [d.louis@kcc.state.ks.us]  
**Sent:** Friday, September 02, 2005 12:04 PM  
**To:** 'Jonelle Rains'  
**Subject:** RE: URGENT!!! Past due pit closure extension requests

I am thinking 6 months for Trees and ~~4 months for Sram~~. That is my best guess.

-----Original Message-----

**From:** Jonelle Rains [mailto:j.rains@kcc.state.ks.us]  
**Sent:** Friday, September 02, 2005 9:22 AM  
**To:** Doug Louis  
**Subject:** FW: URGENT!!! Past due pit closure extension requests

How Long??

-----Original Message-----

**From:** Doug Louis [mailto:d.louis@kcc.state.ks.us]  
**Sent:** Thursday, September 01, 2005 1:16 PM  
**To:** 'Jonelle Rains'  
**Subject:** RE: URGENT!!! Past due pit closure extension requests

Tree's Ramsey pits are full of water from all the rain we have gotten. Sram's Tauscher #2 working pits are closed but the reserve pit is open. Both operators need an extension.

-----Original Message-----

**From:** Jonelle Rains [mailto:j.rains@kcc.state.ks.us]  
**Sent:** Wednesday, August 31, 2005 9:15 AM  
**To:** Doug Louis  
**Subject:** URGENT!!! Past due pit closure extension requests

Doug,

I have two outstanding requests for pit closure extensions, one from May and one from June. E-mail me back ASAP and let me know that you are looking into this and that someone will inspect ASAP.

On May 25th and July 12th I sent the following request:

The Trees Oil Company  
Ramsey #1-16  
330'FNL-1435'FWL 16-32S-03E  
Cowley County  
API No. 15-035-24190-0000  
Spud: 12/2/2003  
Extension Expiration: 05/28/2005  
Reason: Extremely wet conditions

On June 14th and July 12th I sent the following request:

**Sram Oil Inc.**  
Tauscher #2  
660'FSL-3183'FEL 34-34S-03E  
Cowley County  
API No. 15-035-24180-0000  
Spud: 08/19/2003  
Ext Expiration: 7/7/2005  
Reason: Extensive rains

*Ext to: 11/7/05*

9/6/2005

## Jonelle Rains

---

**From:** Jonelle Rains [j.rains@kcc.state.ks.us]  
**Sent:** Tuesday, June 14, 2005 3:00 PM  
**To:** Doug Louis  
**Subject:** Request for Additional Drill Pit Closure Extension

Doug,

I received an extension request for the following well:

Sram Oil Inc.  
Tauscher #2  
660'FSL-3183'FEL 34-34S-03E  
Cowley County  
API No. 15-035-24180-0000  
Spud: 08/19/2003  
Ext Expiration: 7/7/2005  
Reason: Extensive rains

Let me know if approved and for how long.

Thanks, Jonelle

*Toby Elster*  
GAS AND OIL EXPLORATION AND DEVELOPMENT  
CONSULTING GEOLOGIST  
BOARD OF PROFESSIONAL ENGINEERS, SUITE 501,  
125 S. MARKET  
WICHITA, KANSAS 67202

RECEIVED  
JUN 14 2005  
KCC WICHITA

OFF: 316 - 263-0542  
RES: 316 - 685-7648

Sutton Place, Suite 424  
209 E. William Street  
June 13, 2005

FOR SRAM OIL, INC.

Kansas Corporation Commission  
Conservation Division  
130 So. Market Street, Room 2078  
Wichita, Kansas 67202

Attn: Jonelle Rains

Re: Letter of February 10, 2005  
Well: Tauscher No. 2  
Lease: S/2 E 52ac. SW/4 660' FSL-3183 FEL  
S 34-34S-3E 15-035-24180-0000  
Cowley County, Kansas  
Spud 8/19/03  
Ext Exp: 7/7/05

Dear Jonelle Rains:

An explanation shouldn't be necessary, considering all the rains of the recent "wild weather", which makes this request necessary. I will repeat the meteorologists that these rains have been extensive throughout Kansas and northern Oklahoma. That includes the area of the pits in question.

Every time it rains around Arkansas City, these pits accumulate their share of water. It will take an extended period of hot, dry weather during the summer and/or fall months for such to occur, which has not occurred since these pits were idled. Nor will they be sufficiently dry by July 7th, if it if it doesn't rain by then, to crust over sufficiently to hold the weight of D-9 Caterpillar.

Consequently another extension is needed to comply with KAR 82-3-602(c). An extension into November or December, 2005, hopefully will create a drying period long enough between rains for the necessary crust to form.

For your information, the landowner lives on the lease and pumps the wells. He has had and still does, the authority to call out the Caterpillar contractor to refill the pits when they are dry.

Thank you,



Toby Elster, Agent for Sram Oil, Inc.  
(Please copy the agent)

TE:me

Attachment: Copy of captioned letter

CC: Sram Oil, Inc., Winfield, KS

# KANSAS

CORPORATION COMMISSION

RECEIVED  
JUN 14 2005  
KCC WICHITA

KATHLEEN SEBELIUS, GOVERNOR  
BRIAN J. MOLINE, CHAIR  
ROBERT E. KREHBIEL, COMMISSIONER  
MICHAEL C. MOFFET, COMMISSIONER

February 10, 2005

SRAM OIL INC  
C/O TOBY ELSTER  
209 E WILLIAM ST  
SUTTON PLACE STE 424  
WICHITA KS 67202

RE: LEASE: Taucher 2  
LEGAL: 600'FSL-3183'FEL 34-34S-03E  
COUNTY: COWLEY  
API NO: 15035241800000

Dear Mr. Elster:

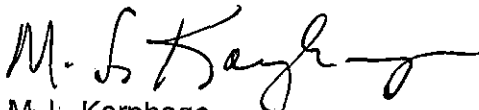
This letter is to inform you that you have been granted an extension of time in which to close the drilling pits associated with the drilling of the Taucher 2 well.

The original 365 days for closure expired August 19, 2004. **This extension will expire July 7, 2005.** 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(c). 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 Jonelle Rains at (316) 337-6226.

Very sincerely yours,



M. L. Korphage  
Director

cc: Jonelle Rains  
District #2



TRANSMISSION VERIFICATION REPORT

TIME : 02/01/2005 22:06

DATE, TIME	02/01 22:06
FAX NO./NAME	2636577
DURATION	00:00:34
PAGE(S)	01
RESULT	OK
MODE	STANDARD ECM

# KANSAS

## CORPORATION COMMISSION

KATHLEEN SEBELIUS, GOVERNOR  
BRIAN J. MOLINE, CHAIR  
ROBERT E. KREHBIEL, COMMISSIONER  
MICHAEL C. MOFFET, COMMISSIONER

February 10, 2005

SRAM OIL INC  
C/O TOBY ELSTER  
209 E WILLIAM ST  
SUTTON PLACE STE 424  
WICHITA KS 67202

RE: LEASE: Taucher 2  
LEGAL: 600'FSL-3183'FEL 34-34S-03E  
COUNTY: COWLEY  
API NO: 15035241800000

Dear Mr. Elster:

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 drilling of the Taucher 2 well.

The original 365 days for closure expired August 19, 2004. **This extension will expire July 7, 2005.** 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(c). 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 Jonelle Rains at (316) 337-6226.

Very sincerely yours,



M. L. Korphage  
Director

cc: Jonelle Rains  
District #2

KCC OIL/GAS REGULATORY OFFICE

05-2-2823

DATE: 2-7-05

[ ] New Situation  
[x] Response to Request  
[ ] Follow-Up

LOCATION SE SW, SEC 34, T 34 S, R 3 E

OPERATOR: Sram Oil Inc

LICENSE #: 4872

ADDRESS: 15403 161st Rd

LEASE/WELL NUMBER: Tauscher #2

ADDRESS: Winfield Ks 67156

COUNTY: Cowley

PHONE #: 620 221 1729

LEASE INSPECTION: <input checked="" type="checkbox"/>	COMPLAINT: <input type="checkbox"/>	FIELD REPORT: <input checked="" type="checkbox"/>
---	-------------------------------------	---

REASON FOR INVESTIGATION: Request from Central Office

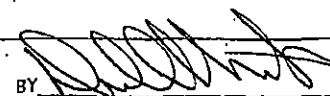
PROBLEM: Request from operator for pit extension

PERSONS CONTACTED: \_\_\_\_\_

FINDINGS: Well is in operation and pit still has rain water in them, location very muddy.

PHOTOS TAKEN: \_\_\_\_\_

ACTION/RECOMMENDATIONS: Grant pit extension

BY:   
2-8-05

RECEIVED  
KANSAS CORPORATION COMMISSION  
FEB 08 2005  
CONSERVATION DIVISION  
WICHITA, KS

# KANSAS

CORPORATION COMMISSION

KATHLEEN SEBELIUS, GOVERNOR  
BRIAN J. MOLINE, CHAIR  
ROBERT E. KREHBIEL, COMMISSIONER  
MICHAEL C. MOFFET, COMMISSIONER

## MEMORANDUM

**To:** DISTRICT 2  
**From:** SAMMY FLAHARTY-CENTRAL OFFICE  
**Date:** JANUARY 11, 2005  
**Re:** PIT EXTENSIONS



Please find attached the letter(s) from the operator(s) requesting an additional extension of time in which to close the pits. Please inspect the site(s) and let me know your recommendation(s) in the submitted field report. Thanks again for your hard work and time.

SRAM Oil Inc.  
Tauscher 2  
660'FSL-3183'FEL 34-34S-03E  
Cowley County  
15035241800000  
spud 8/19/03 pit extension expired 11/29/04

**FILTER SELECTIO**

API Number

Sec Twpn Rngn



Company

API NO  WL Type  District #  County

Company  WL Stat  Well Name

Location

Docket & Extension  Legacy Owner

**Dates**

Intent Apprv:	<input type="text" value="08/08/2003"/>	Compl:	<input type="text" value="09/29/2003"/>	Orig TA Dt:	<input type="text"/>
Permit Expire:	<input type="text" value="02/08/2004"/>	Compl Rpt Rec:	<input type="text" value="10/01/2003"/>	TA Apprv Dt:	<input type="text"/>
ACO-1 Spud:	<input type="text" value="08/20/2003"/>	Plugged:	<input type="text"/>	TA Expir Dt:	<input type="text"/>
District Spud:	<input type="text" value="08/19/2003"/>				

SC Int:	<input type="text" value="300"/>	SGWA:	<input type="checkbox"/>	CP 1:	<input type="text"/>
PIT Cls EXT:	<input type="text" value="11/29/2004"/>	RFAC:	<input type="checkbox"/>	CP 2,3:	<input type="checkbox"/> Date CP-2/3 Recvd: <input type="text"/>
Pit Cls:	<input type="text" value="12/14/1914"/>	RFAS:	<input type="checkbox"/>	CP 4:	<input type="checkbox"/> Date CP-4 Recvd: <input type="text"/>
PIT Status:	<input type="text" value="Request Received for Extension"/>	PitLiner:	<input type="checkbox"/>	CDP 5:	<input type="text"/>
Dewater:	<input type="text"/>	Steel:	<input type="checkbox"/>		
BBLs:	<input type="text"/>				



*Toby Elster*

GAS AND OIL EXPLORATION AND DEVELOPMENT  
CONSULTING GEOLOGIST  
BOARD OF GEOLOGICAL ENGINEERS, SUITE 501  
121 S. MARKET  
WICHITA, KANSAS 67202

Sutton Place, Suite 424  
209 E. William Street

January 7, 2004

OFF: 316 - 263-0542  
RES: 316 - 685-7668

RECEIVED  
JAN 10 2004  
KCC WICHITA

KCC, O & G Conservation Division  
Attn: Sammy Flaharty  
EPA & R  
130 S. Market, Room 2078  
Wichita, KS 67202

Ror: SRAM OIL, INC.  
Toby Elster, Agt.

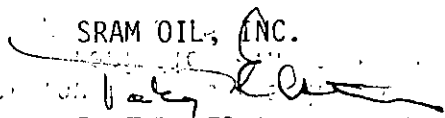
This is the second request for an extension to refill the following located drilling pits:

SRAM OIL, INC.; Tauscher No. 2  
API 15-035241800000  
E/2 SE SW, Sec. 34-34S-3E  
Cowley County, Kansas

- A. The fields are muddy and the pits still contain rain water:
  - 1. The clay soil in this part of the state do not absorb water. In order for the pits to dry out the rain water has to evaporate. Periodic rains and a recent 4" rain in Cowley County refilled them.
- B. The landowner, Mr. Tauscher, who lives 200 yards from the site has never complained about the pits. He wants them good and dry before they are back filled. Contact with him occurs often. He also has authority to call the cat out to have the pits filled, when they are dry enough to suit him.
- C. The matter is not being ignored:
  - 1. SRAM OIL, INC. has complied with the KCC Reg. 82-3-602. There was no call for the recent Notice of Violation from your office.
  - 2. To comply with the KCC Notice of Violation by the date stated, the KCC will have to figure out a way to dry out the field and pits for the cat to work in there, then SRAM OIL, INC. will be most obliging and have the pits back filled.

D. Consequently the request stated above, to grant an extension, is hereby made until such time as the pits dry out so they can be back filled.

SRAM OIL, INC.

  
By Toby Elster, agent

cc: Jonelle Rains, Supervisor, EPA & R  
Sam Miller, Pres. SRAM OIL, INC.

Please copy the agent with any correspondence at the above address.

*Toby Elster*

GAS AND OIL EXPLORATION AND DEVELOPMENT  
CONSULTING GEOLOGIST  
BOARD-OF-REGULATORS, SUITE 501  
120 S. MARKET  
WICHITA, KANSAS 67202

Sutton Place, Suite 424  
209 E. William Street

January 7, 2004

OFF: 316 - 263-0542  
RES: 316 - 685-7668

RECEIVED  
JAN 10 2005  
KCC WICHITA

KCC, O & G Conservation Division  
Attn: Sammy Flaharty  
EPA & R  
130 S. Market, Room 2078  
Wichita, KS 67202

Ror: SRAM OIL, INC.  
Toby Elster, Agt.

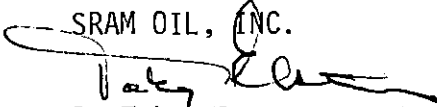
This is the second request for an extension to refill the following located drilling pits:

SRAM OIL, INC.; Tauscher No. 2  
API 15-035241800000  
E/2 SE SW, Sec. 34-34S-3E  
Cowley County, Kansas

- A. The fields are muddy and the pits still contain rain water:
  1. The clay soil in this part of the state do not absorb w water. In order for the pits to dry out the rain water has to evaporate. Periodic rains and a recent 4" rain in Cowley County refilled them.
- B. The landowner, Mr. Tauscher, who lives 200 yards from the site has never complained about the pits. He wants them good and dry before they are back filled. Contact with him occurs often. He also has authority to call the cat out to have the pits filled, when they are dry enough to suit him.
- C. The matter is not being ignored:
  1. SRAM OIL, INC. has complied with the KCC Reg. 82-3-602. There was no call for the recent Notice of Violation from your office.
  2. To comply with the KCC Notice of Violation by the date stated, the KCC will have to figure out a way to dry out the field and pits for the cat to work in there, then SRAM OIL, INC. will be most obliging and have the pits back filled.

D. Consequently the request stated above, to grant an extension, is hereby made until such time as the pits dry out so they can be back filled.

SRAM OIL, INC.

  
By Toby Elster, agent

cc: Jonelle Rains, Supervisor, EPA & R  
Sam Miller, Pres. SRAM OIL, INC.

Please copy the agent with any correspondence at the above address.

KCC OIL/GAS REGULATORY OFFICE

05-2-2823

DATE: 2-7-05

[ ] New Situation  
[x] Response to Request  
[ ] Follow-Up

LOCATION SE SW, SEC 34, T 34 S, R 3 E

OPERATOR: Sram Oil Inc

LICENSE #: 4872

ADDRESS: 15403 161st Rd

LEASE/WELL NUMBER: Tauscher #2

ADDRESS: Winfield, Ks 67156

COUNTY: Cowley

PHONE #: 620 221 1729

LEASE INSPECTION:

COMPLAINT:

FIELD REPORT:

REASON FOR INVESTIGATION: Request from Central Office

PROBLEM: Request from Operator for pit extension

PERSONS CONTACTED: \_\_\_\_\_

FINDINGS: Well is in operation and pit still has rain water in them. location very muddy.

Sammy,  
Appears  
ext already  
granted. Is this  
report a Dup?  
JR 4/1/05

RECEIVED  
APR 01 2005  
KCC WICHITA

PHOTOS TAKEN: \_\_\_\_\_

ACTION/RECOMMENDATIONS: grant pit extension

BY: [Signature]  
2-8-05

Already granted

[Signature]



# KANSAS

## CORPORATION COMMISSION

KATHLEEN SEBELIUS, GOVERNOR  
BRIAN J. MOLINE, CHAIR  
ROBERT E. KREHBIEL, COMMISSIONER  
MICHAEL C. MOFFET, COMMISSIONER

September 3, 2004

TOBY ELSTER  
SRAM OIL INC  
209 E WILLIAM ST  
SUTTON PLACE STE 424  
WICHITA KS. 67202

RE: LEASE: TAUCHER 2  
LEGAL: 600'FSL-3183'FEL 34-34S-03E  
COUNTY: COWLEY  
API NO: 15035241800000

Dear Mr. Elster:


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 drilling of the Taucher 2 well.

The original 365 days for closure expired August 19, 2004. This extension will expire November 29, 2004. 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(c). 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 Jonelle Rains at (316) 337-6226.

Very sincerely yours,



M. L. Korphage  
Director

cc: Jonelle Rains  
District #2