

KANSAS

CORPORATION COMMISSION

KATHLEEN SEBELIUS, GOVERNOR
BRIAN J. MOLINE, CHAIR
JOHN WINE, COMMISSIONER
ROBERT E. KREHBIEL, COMMISSIONER

February 2, 2004

MARK GEORGE
817 "C" STREET
LEROY KS 66857

RE: LEASE: BEARD 3
LEGAL: 1950'FSL-520'FWL 29-22S-16E
COUNTY: COFFEY
API.NO: 15031219520000

Dear Mr. George:

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 Beard 3 well.

The original 365 days for closure expired January 28, 2004. This extension will expire April 28, 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 surface pond closure 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. 82-36-02(d). 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 #3

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RECEIVED

JAN 21 2004

KCC WICHITA

December 31, 2003

George, Mark
817 "C" Street
LeRoy KS 66857

Re: Closure of Drilling Pits
BEARD Lease Well No. 3
E2W2NWSW 29-22S-16E
COFFEY County, Kansas
API No. 15031219520000

Dear Sirs:

The above referenced well was spudded on 1/28/2003. According to K.A.R. 82-3-602, "Drilling pits shall be abandoned and closed within a maximum of 365 calendar days after the spud date of a well". The subject drilling pits must be closed by 1/28/2004. Enclosed is a surface pond closure form, CDP-4. Please fill out the form and return it within 30 days after the drilling pits are closed.

Should an extension be warranted, it must be received by 1/28/2004. **TO FILE FOR AN EXTENSION, PLEASE SEND A COPY OF THIS LETTER WITH THE FOLLOWING INFORMATION COMPLETED:**

Date of location inspection by operator/agent: 1-20-04

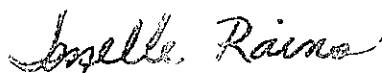
Reason for extension: TO WORK ON UPPER ZONE

Estimated period of time until pit closure: 6-28-04

Failure to timely close the pit, file a request for an extension or file the closure form within the allotted time periods may result in assessment of an administrative penalty. *FAILURE TO RESPOND TO THIS WRITTEN NOTICE WILL RESULT IN AN INSPECTION OF THE LEASE BY DISTRICT STAFF TO VERIFY COMPLIANCE/NON-COMPLIANCE WITH THE CLOSURE REQUIREMENT. THE EXPENSE INCURRED, INCLUDING MILEAGE AND STAFF TIME, WILL BE CHARGED TO THE OPERATOR.*

Your cooperation in this process is appreciated. If you have any questions or concerns, please call Sammy Flaharty at (316) 337-6227.

Sincerely,



Jonelle Rains, Supervisor
Department of Environmental Protection and Remediation

FILTER SELECTIO

API Number

15-031-21952- -

Sec Twpn Rngn



Company

Find

API NO 15-031-21952-00-00

WL Type

OIL

District #

03

County

COFFEY

Company

(31488) George, Mark

WL Stat

SP

Well Name

BEARD 3

Location

QTR: E2W2NWSW SEC: 29 TWP: 22S RNG: 16E FOOTAGE: 1950FSL AND 520FWL

Docket & Extension

Legacy Owner

Dates

Intent Apprv:

09/13/2002

Compl:

Orig TA Dt:

Permit Expire:

03/13/2003

Compl Rpt Rec:

TA Apprv Dt:

ACO-1 Spud:

Plugged:

TA Expir Dt:

District Spud:

01/28/2003

SC Int:

40

PIT Cls EXT:

12/14/1914

Pit Cls:

12/14/1914

PIT Status

Request Received for Extension

Drwafer:

BRLS

Spud Ltr:

CP 1:

SGWA:

CP 2,3:

Date CP-2/3 Recvd:

RFAC

CP 4:

Date CP-4 Recvd:

RFAS

CDP 5:

PitLiner

Steel

