Conservation Division 266 N. Main St., Ste. 220 Wichita, KS 67202-1513



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

Sam Brownback, Governor

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

March 15, 2016

Lotus Operating Company LLC 100 S. Main Ste 420 Wichita, KS 67202

Re: Petrowsky SWD 2 NW/4 Sec. 23-26S-14W Pratt County, Kansas 15-151-22446-00-00

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 Petrowsky SWD 2 well.

The original 365 days for closure expired on 01/15/2016. This extension will expire on 4/15/2016. 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.

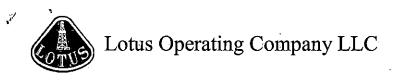
Sincerely,

Ryan A. Hoffman

Director

Cc: File

District



100 S. MAIN, SUITE 420 WICHITA, KANSAS 67202 (316) 262-1077 FAX (316) 219-1217 thellman@lotusoperating.com

March 7, 2016

Ms. Kathy Haynes Kansas Corporation Commission 266 N. Main, Ste 220 Wichita, Kansas 67202-1513

RE: #2 Petrowsky SWD API # 15-151-22446 23-T26S-R14W Pratt Co, KS

Dear Ms. Haynes,

The pits on the #2 Petrowsky SWD well are still wet but we have been crowding them throughout the year and have cut 'windows' in the side of the berms to allow more air flow. Currently they are about half way filled in. Another reason for a longer closure time window is that they are next to an irrigation circle.

Lotus Operating is asking for a 6 month extension on the pits to ensure we get them completely dry before they are finally closed. If weather permits, we'll close them shortly and a CDP-4 will follow immediately.

Thank you for your consideration on this matter.

Yours truly,

Tim Hellman

Lotus Operating Company, L.L.C.

KCC WICHITA MAR 09 2016 RECEIVED