

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



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

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

Sam Brownback, Governor

November 7, 2016

Val Energy, Inc.
125 N. Market Ste 1710
Wichita, KS 67202

Re: Graham 1-29
SW/4 Sec. 29-32S-06E
Cowley County, Kansas
15-035-24647-00-00

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 Graham 1-29 well.

The original 365 days for closure expired on 09/26/2016. This extension will expire on 02/07/2017. 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



VAL ENERGY, INC.

125 N. Market, STE 1710
Wichita, Kansas 67202

Office: (316) 263-6688 Fax: (316) 262-2512

November 2, 2016

Kansas Corporation Commission
266 N. Main St, STE 220
Wichita, KS 67202-1513

Re: Graham 1-29 ✓
~~20-85-35W-NW-SE-NE-NE~~ 29-32-6E
Cowley County, Kansas
API: 15-035-24647-00-00

Kathy:

Our dozer operator reports that the above referenced pit has been too wet to safely close. He had the water hauled off and used an excavator to pull the mud out to dry. He is checking the pit today to see if it is dry, but said he could get the pit closed in short order. If we could get a six month extension we will get on this pit immediately.

Sincerely

A handwritten signature in black ink, appearing to read 'Dustin Wyer', with a long horizontal line extending to the right.

Dustin Wyer
Operations

Received
KANSAS CORPORATION COMMISSION
NOV 03 2016
CONSERVATION DIVISION
WICHITA, KS