



NEW GULF OPERATING, LLC

December 3, 2010

Re: **GLINDA #1**
2087'FNL 1245'FEL
Section 6-16S-35W
Wichita County, Kansas

The Glinda #1 was spud on 11/21/2010 and drilled to a rotary total depth of 5000' ~243 feet into the Mississippian Formation. The well was plugged and abandoned on the 3rd of December, 2010.

1' drilling time and 10' wet and dry samples were taken from 3500' to rotary total depth @ 5000'. Geological supervision started at 3760', samples were examined both wet and dry from 3500' to RTD. The samples were delivered to the Kansas Geological Sample Library.

Overview

The well had geological supervision from the Topeka section through the Mississippian. There were shows in the Toronto, Lansing H and K zones. These zones were drill stem tested during drilling operations. The Lansing J zone was straddle tested after Open-Hole Log evaluation. All potential zones were tested with negative results and therefore it is the recommendation of New Gulf Energy that the # 1 Glinda location be plugged and abandoned in the best interest of all concerned.

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