TO:

STATE CORPORATION COMMISSION CONSERVATION DIVISION - PLUGGING

130 SOUTH MARKET, SUITE 2078

WICHITA, KANSAS 67202

API Well Number: 15-025-21256-00-00

Spot: NWSE

Sec/Twnshp/Rge: 20-30S-21W

1980 feet from S Section Line.

1980 feet from E Section Line

Lease Name: CADDY

Well #: 20-10-4

County: CLARK

Total Vertical Depth: 6380 feet

Operator License No.: 33060

Op Name: DIVERSIFIED OPERATING CORP. Address: 15000 WEST 6TH AVE., SUITE 102

GOLDEN, CO 80401

feet: 832 SURF Size: 8.625

Well Type: DH

UIC Docket No:

Date/Time to Plug: 02/18/2004 6:30 AM

Plug Co. License No.: 5822

Plug Co. Name: VAL ENERGY, INC.

Proposal Rcvd. from: SKIP

Company: VAL ENERGY, INC.

Phone: (316) 263-6688

Proposed 1ST PLUG AT 6340' WITH 40 SX CMT. 2ND PLUG AT 1350' WITH 50 SX CMT. 3RD PLUG AT 850' WITH 50 SX Plugging CMT. 4TH PLUG AT 250' WITH 30 SX CMT. 5TH PLUG AT 0-40' WITH 10 SX CMT. 6TH PLUG TO CIRCULATE

Method: RAT HOLE WITH 15 SX CMT. 7TH PLUG TO CIRCULATE MOUSE HOLE WITH 10 SX CMT.

Plugging Proposal Received By: SCOTT ALBERG

WitnessType: NONE

Date/Time Plugging Completed: 02/18/2004 3:45 PM

KCC Agent: SCOTT ALBERG

Actual Plugging Report:

Perfs:

1ST PLUG AT 6340' WITH 40 SX CMT. 2ND PLUG AT 1350' WITH 50 SX CMT. 3RD PLUG AT 850' WITH 50 SX CMT. 4TH PLUG AT 250' WITH 30 SX CMT. 5TH PLUG AT 0-40' WITH 10 SX CMT. 6TH PLUG TO CIRCULATE RAT HOLE WITH 15 SX CMT. 7TH PLUG TO CIRCULATE MOUSE HOLE WITH 10 SX CMT.

> RECEIVED FEB 2 3 2004

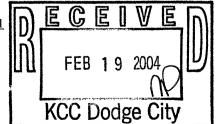
KCC WICHITA

Remarks:

USED 60/40 POZMIX 6% GEL BY ALLIED.

Plugged through: DP

District: 01



Signed

(TECHNICIAN)