

RECEIVED

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
WELL PLUGGING APPLICATION
Please TYPE Form and File ONE Copy

JUL 06 2004

KCC WICHITA

Form CP-1
September 2003
This Form must be Typed
Form must be Signed
All blanks must be Filled

API # 15 - 163-21081 -00 -00 (Identifier Number of this well). This must be listed for wells drilled since 1967; if no API # was issued,

indicate original spud or completion date 07/1980

Well Operator: Shelby Resources, LLC KCC License #: 31725 1104

Address: 5893 Saddle Creek Trail City: Parker

State: Colorado Zip Code: 80134 Contact Phone: (303) 840 - 2183

Lease: Lowry Well #: 1 Sec. 20 Twp. 8 S. R. 19 East West

NE - SW - SW - Spot Location / QQQQ County: Rooks

KCC
SEM
7/10/04
S2
KCC
SEM
7/10/04

990 Feet (in exact footage) From North / South (from nearest outside section corner) Line of Section (Not Lease Line)

990 Feet (in exact footage) From East / West (from nearest outside section corner) Line of Section (Not Lease Line)

Check One: Oil Well Gas Well D&A Cathodic Water Supply Well
 SWD Docket # _____ ENHR Docket # _____ Other: _____

Conductor Casing Size: _____ Set at: _____ Cemented with: _____ Sacks

Surface Casing Size: 8 5/8" Set at: 267' Cemented with: 150 Sacks

Production Casing Size: 4 1/2" Set at: 3453' Cemented with: 150 Sacks

List (ALL) Perforations and Bridgeplug Sets: Arb perms at 3440'-42', LKC D perms at 3249'52', LKC perms at 3230'-33'

Elevation: 1996 (G.L. / K.B.) T.D.: 3453' PBTD: 3447' Anhydrite Depth: 1463'
(Stone Corral Formation)

Condition of Well: Good Poor Casing Leak Junk in Hole

Proposed Method of Plugging (attach a separate page if additional space is needed): 25 sacks of 60-40 poz 10 gel at perms; 225 sacks of 60-40 poz 10% gel with 500 lbs of hulls.

Is Well Log attached to this application as required? Yes No Is ACO-1 filed? Yes No

If not explain why? log and ACO-1 are not available

Plugging of this Well will be done in accordance with K.S.A. 55-101 et. seq. and the Rules and Regulations of the State Corporation Commission.

List Name of Company Representative authorized to be in charge of plugging operations: Jim Waechter

Shelby Resources LLC Phone: (303) 840 - 2183

Address: 5893 Saddle Creek Trail City / State: Parker, Co. 80134

Plugging Contractor: Gaschler Well Service KCC License #: 33137 1104

Address: PO Box 141, Ellis, Kansas 67637 Phone: (785) 623 - 0587

Proposed Date and Hour of Plugging (if known?): not available

Payment of the Plugging Fee (K.A.R. 82-3-118) will be guaranteed by Operator or Agent

Date: 06/30/2004 Authorized Operator / Agent: Jim Waechter (Signature)

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

KANSAS

CORPORATION COMMISSION

Kathleen Sebelius, Governor Brian J. Moline, Chair Robert E. Krehbiel, Commissioner Michael C. Moffet, Commissioner

NOTICE OF RECEIPT OF WELL PLUGGING APPLICATION (CP-1)

Shelby Resources LLC
5893 Saddle Creek Trail
Parker, CO 80134

July 07, 2004

Re: LOWRY #1
API 15-163-21081-00-00
S2NESWSW 20-8S-19W, 890 FSL 990 FWL
ROOKS COUNTY, KANSAS

Dear Operator:

This letter is to notify you that the Conservation Division is in receipt of your plugging proposal, form CP-1, for the above-captioned well.

Your CP-1 has been reviewed by the Conservation Division central office for completeness and to verify license numbers. The plugging proposal will now be forwarded to the district office listed below for review of your proposed method of plugging.

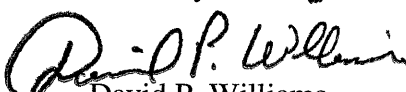
Please contact the district office for approval of your proposed plugging method at least five (5) days before plugging the well, pursuant to K.A.R. 82-3-113 (b). If a workover pit will be used during the plugging of the well it must be permitted. A CDP-1 form must be filed and approved prior to the use of the pit.

The Conservation Division's review of form CP-1, either in the central or district office, does not include an inquiry into well ownership or the filing operator's legal right to plug the well.

This notice in no way constitutes authorization to plug the above-captioned well by persons not having legal rights of ownership or interest in the well. This notice is void after ninety (90) days from the above date.

District: #4
2301 E. 13th
Hays, KS 67601
(785) 625-0550

Sincerely


David P. Williams
Production Supervisor