

STATE OF KANSAS
KANSAS CORPORATION COMMISSION
CONSERVATION DIVISION
130 South Market - Room 2078
Wichita, Kansas 67202

FORM CP-1 (3/92)

WELL PLUGGING APPLICATION FORM

15-167-01822-00388 (PLEASE TYPE FORM and File ONE Copy)

API # October 8, 1956 (Identifier number of this well). This must be listed for wells drilled since 1967; if no API# was issued, indicate spud or completion date.

WELL OPERATOR Shields Oil Producers, Inc. KCC LICENSE # 5184
(owner/company name) (operator's)

ADDRESS Shields Bldg. CITY Russell,

STATE Kansas ZIP CODE 67665 CONTACT PHONE # (785-483-3141)

LEASE Holland WELL# 1 SEC. 17 T. 12 R. 15 (East/West)

SE - SW - SW SPOT LOCATION/QQQQ COUNTY Russell

330 FEET (in exact footage) FROM (S)N (circle one) LINE OF SECTION (NOT Lease Line)

4290 FEET (in exact footage) FROM (E)W (circle one) LINE OF SECTION (NOT Lease Line)

Check One: OIL WELL GAS WELL D&A SWD/ENHR WELL DOCKET# _____

CONDUCTOR CASING SIZE _____ SET AT _____ CEMENTED WITH _____ SACKS

SURFACE CASING SIZE 8 5/8 SET AT 903 CEMENTED WITH 400 SACKS

PRODUCTION CASING SIZE 4 1/2 SET AT 3262 CEMENTED WITH 200 SACKS

LIST (ALL) PERFORATIONS and BRIDGEPLUG SETS: Perf's 2488-2492, 3003-3009, Open hole 3262-3266

ELEVATION 1850 T.D. 3266 PBD 3243 ANHYDRITE DEPTH 893
(G.L./K.B.) (Stone Corral Formation)

CONDITION OF WELL: GOOD POOR CASING LEAK JUNK IN HOLE

PROPOSED METHOD OF PLUGGING Per K.C.C. rules and regulations

(If additional space is needed attach separate page)

IS WELL LOG ATTACHED TO THIS APPLICATION AS REQUIRED? Yes IS ACO-1 FILED? No

If not explain why? Drilled before ACO-1 forms

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:

Mike McGlocklin PHONE# () 785-483-9800

ADDRESS Shields Bldg. City/State Russell, KS 67665

PLUGGING CONTRACTOR Quality Well Service KCC LICENSE # 31925

ADDRESS 249 E. Beth Dr. Sterling, KS 67579 PHONE # () 620-727-3410
(company name) (contractor's)

PROPOSED DATE AND HOUR OF PLUGGING (If Known?) Unknown

PAYMENT OF THE PLUGGING FEE (K.A.R. 82-3-118) WILL BE GUARANTEED BY OPERATOR OR AGENT

DATE: 9-9-04 AUTHORIZED OPERATOR/AGENT: Burton Beery
(signature)



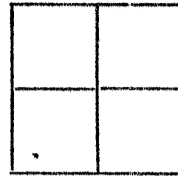
Shields

Russell, Kansas

WELL LOG

Operator: Shields Oil Producers
 Well: Holland #1
 Commenced: October 8, 1956
 Completed: October 21, 1956
 Contractor: Shields Drilling Co., Inc.

Well Description: SE SW SW
 Sec. 17-12S-15W
 Russell County, Kansas



| CASING RECORD | | |
|---------------|-------|-----------------|
| Size | Run | Pulled |
| 8 5/8" | 903' | Cmtd. w/400 sax |
| 4 1/2" | 3262' | Cmtd. w/200 sax |

Elevation: 1850'
 Treatment: None
 Production: 25 BOPD

| Tops: | | |
|-------------|--|-------|
| Topeka | | 2706' |
| Heebner | | 2924' |
| Toronto | | 2943' |
| Lansing-KC | | 2978' |
| Gorham Sand | | 3260' |

RECEIVED
SEP 13 2004
KCC WICHITA

..... Figures Indicate Bottom of Formations

| | |
|------------------------------|----------|
| Surface clay, lime, shale | 225 |
| Shale & shells | 430 |
| Shale & red bed streaks | 625 |
| Sand & red bed | 875 |
| Red bed | 893 |
| Anhydrite | 933 |
| Red bed, shale & broken lime | 1190 |
| Shale, shells & salt streaks | 1300 |
| Salt, shale & shells | 1600 |
| Shale & lime | 1736 |
| Lime & shale | 1875 |
| Shale & lime | 1955 |
| Lime & shale | 2060 |
| Lime | 2195 |
| Shale & lime | 2480 |
| Shale | 2570 |
| Shale & lime | 2810 |
| Lime | 2905 |
| Lime & shale | 2960 |
| Lime | 3266 RTD |

NOTES

- DST #1 2871-2905 Tool open 1 hr. w/good blow. Recovered 480' gas, 145' HO. BHP-570#.
- DST #2 2930-2960 Tool open 1 hr. w/good blow. Recovered 420' gas, 125' oil and gas cut mud. BHP-380#.
- DST #3 2979-2990 Tool open 1 hr. w/good blow. Recovered 80' oil and gas cut mud, 347' oil and gas cut salt water. BHP-220#.
- DST #4 3004-3025 Tool open 1 hr. w/strong blow. Recovered 2050' gas, 115' muddy oil, 60' free oil. BHP-340#.
- DST #5 3052-3080 Tool open 1 hr. w/good blow. Recovered 250' gas, 70' oil and gas cut mud, 300' oil and gas cut salt water. BHP-600#.

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)

Shields Oil Producers Inc
326 Main
Russell, KS 67665-0709

September 14, 2004

Re: HOLLAND #1
API 15-167-01822-00-00
SESWSW 17-12S-15W, 330 FSL 4290 FEL
RUSSELL 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.

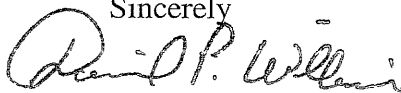
Your CP-1 has been reviewed by the Conservation Division central office for completeness and to verify license numbers. The plugging proposal will now be forwarded to the district office listed below for review of your proposed method of plugging.

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