

TO:  
STATE CORPORATION COMMISSION  
CONSERVATION DIVISION - PLUGGING  
130 SOUTH MARKET, SUITE 2078  
WICHITA, KANSAS 67202

API Well Number: 15-135-24320-00-00  
Spot: E2 Sec/Twnshp/Rge: 30-17S-24W  
2480 feet from S Section Line, 1150 feet from E Section Line  
Lease Name: KEILMAN UNIT Well #: 1  
County: NESS Total Vertical Depth: 4551 feet

Operator License No.: 30742

SURF Size: 8.625 feet: 235

Op Name: PALOMINO PETROLEUM, INC.

Address: 4924 SE 84TH STREET  
NEWTON, KS 67114

*#14791*

Well Type: DH

UIC Docket No:

Date/Time to Plug: 12/10/2004 11:30 PM

Plug Co. License No.: 5123

Plug Co. Name: PICKRELL DRILLING COMPANY, INC.

Proposal Rcvd. from: MIKE KERNS

Company: PICKRELL DRILLING COMPANY, I Phone: (316) 262-8427

Proposed Plugging Method: 1ST PLUG AT 1780' WITH 50 SX CMT. 2ND PLUG AT 1060' WITH 80 SX CMT. 3RD PLUG AT 550' WITH 40 SX CMT. 4TH PLUG AT 260' WITH 40 SX CMT. 5TH PLUG AT 40' WITH 10 SX CMT. 6TH PLUG TO CIRCULATE RAT HOLE WITH 15 SX CMT. NO MOUSE HOLE.

Plugging Proposal Received By: STEVE MIDDLETON

WitnessType: NONE

Date/Time Plugging Completed: 12/11/2004 2:00 AM

KCC Agent: STEVE MIDDLETON

Actual Plugging Report:

Perfs:

1ST PLUG AT 1780' WITH 50 SX CMT. 2ND PLUG AT 1060' WITH 80 SX CMT. 3RD PLUG AT 550' WITH 40 SX CMT. 4TH PLUG AT 260' WITH 40 SX CMT. 5TH PLUG AT 40' WITH 10 SX CMT. 6TH PLUG TO CIRCULATE RAT HOLE WITH 15 SX CMT. NO MOUSE HOLE.

RECEIVED  
DEC 16 2004  
KCC WICHITA

Remarks: USED 60/40 POZMIX 6% GEL 1/4# FLO SEAL BY COPELAND.

Plugged through: DP

District: 01

RECEIVED  
DEC 14 2004  
KCC Dodge City

Signed

(TECHNICIAN)

INVOICED  
DATE 12-17-04  
INV NO. 2005060942

Form CP-123