TO:

STATE CORPORATION COMMISSION **CONSERVATION DIVISION - PLUGGING**

130 SOUTH MARKET, SUITE 2078

WICHITA, KANSAS 67202

API Well Number: 15-025-21269-00-00

Spot: SENENE

Sec/Twnshp/Rge: 20-32S-21W

1040 feet from N Section Line.

480 feet from E Section Line

Lease Name: HARDEN

SURF Size: 8.625

County: CLARK

Well #: 1 Total Vertical Depth: 6800 feet

Operator License No.: 33044

Op Name: PALMER PETROLEUM, INC.

Address: 401 EDWARDS STREET - SUITE 1400

SHREVEPORT, LA 71101

UIC Docket No:

Date/Time to Plug: 11/27/2004 6:00 AM

feet: 800

Plug Co. License No.: 5822

Well Type: DH

Plug Co. Name: VAL ENERGY, INC.

Proposal Rcvd. from: SKIP

Company: VAL ENERGY, INC.

Phone: (316) 263-6688

Proposed 1ST PLUG AT 6770' WITH 50 SX CMT. 2ND PLUG AT 1400' WITH 50 SX CMT. 3RD PLUG AT 830' WITH 50 SX Plugging CMT. 4TH PLUG AT 40' WITH 10 SX CMT. 5TH PLUG TO CIRCULATE RAT HOLE WITH 15 SX CMT. 6TH

Method: PLUG TO CIRCULATE MOUSE HOLE WITH 10 SX CMT.

Plugging Proposal Received By: STEVE DURRANT

WitnessType: PARTIAL

Date/Time Plugging Completed: 01/26/2005 10:40 AM

KCC Agent: STEVE DURRANT

Actual Plugging Report:

Perfs:

1ST PLUG AT 6770' WITH 50 SX CMT. 2ND PLUG AT 1400' WITH 50 SX CMT. 3RD PLUG AT 830' WITH 50 SX CMT. 4TH PLUG AT 40' WITH 10 SX CMT. 5TH PLUG TO CIRCULATE RAT HOLE WITH 15 SX CMT. 6TH PLUG TO CIRCULATE MOUSE HOLE WITH 10 SX CMT. COMPANY FAILED TO PUMP SURFACE PIPE PLUG AT 830'. COMPANY DRILLED OUT BOTTOM PLUG AND PUMPED 50 SX CMT AT 830'. PUMPED 15 SX CMT AT 30'.

> RECEIVED FEB 0 1 2005 KCC WICHITA

Remarks:

USED 60/40 POZMIX 6% GEL BY HALLIBURTON.

Plugged through: DP

District: 01

JAN 27 2005 KCC Dodge City

Signed

(TECHNICIAN)

Form CP-2/3