

Notice: Fill out COMPLETELY and return to Conservation Division at the address below within 60 days from plugging date.

**KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
WELL PLUGGING RECORD
K.A.R. 82-3-117**

Form CP-4
December 2003
**Type or Print on this Form
Form must be Signed
All blanks must be Filled**

Lease Operator: Palomino Petroleum, Inc.

Address: 4924 SE 84th St., Newton, Kansas 67114-8827

Phone: (316) 799-1000 Operator License #: 30742

Type of Well: oil DHA KCC Bem 5-13-05 RBDMs Docket #: _____
(Oil, Gas D&A, SWD, ENHR, Water Supply Well, Cathodic, Other) (If SWD or ENHR)

The plugging proposal was approved on: 2/23/05 (Date)

by: KCC-Ken Jehlik (KCC District Agent's Name)

Is ACO-1 filed? Yes No If not, is well log attached? Yes No

Producing Formation(s): List All (If needed attach another sheet)

_____ Depth to Top: _____ Bottom: _____ T.D. _____

_____ Depth to Top: _____ Bottom: _____ T.D. _____

_____ Depth to Top: _____ Bottom: _____ T.D. _____

API Number: 15-185-23291-0000

Lease Name: Grimes-Golden Belt

Well Number: #1

Spot Location (QQQQ): N/2 - N/2 - N/2 - *KCC Bem 5-13-05 RBDMs*

330 Feet from North / South Section Line

2565 Feet from East / West Section Line

Sec. 20 Twp. 22 S. R. 13 East West

County: Stafford

Date Well Completed: 3/1/05

Plugging Commenced: 3/1/05

Plugging Completed: 3/1/05

Show depth and thickness of all water, oil and gas formations.

Oil, Gas or Water Records		Casing Record (Surface Conductor & Production)				
Formation	Content	From	To	Size	Put In	Pulled Out
		0	315'	8 5/8" new 23#	315'	0'

Describe in detail the manner in which the well is plugged, indicating where the mud fluid was placed and the method or methods used in introducing it into the hole. If cement or other plugs were used, state the character of same depth placed from (bottom), to (top) for each plug set.

40 sx @ 3840', 50 sx @ 770', 50 sx @ 350', 10 sx @ 40', 15 sx in RH of 60-40 poz., 6% gel with 1/4# Flocele/sx

Name of Plugging Contractor: Pickrell Drilling Company, Inc. License #: 5123

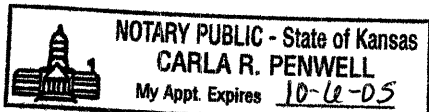
Address: 100 S. Main Suite 505, Wichita, Kansas 67202-3738

Name of Party Responsible for Plugging Fees: Palomino Petroleum, Inc.

State of Kansas County, Harvey, ss.

Klee R. Watchous (Employee of Operator) or (Operator) on above-described well, being first duly

sworn on oath, says: That I have knowledge of the facts statements, and matters herein contained, and the log of the above-described well is as filed, and the same are true and correct, so help me God.



(Signature) *Klee R. Watchous*

(Address) 4924 SE 84th St., Newton, Kansas 67114-8827

SUBSCRIBED and SWORN TO before me this 11th day of May, 20 05

Carla R. Penwell My Commission Expires: October 6, 2005
Notary Public Carla R. Penwell

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

RECEIVED

MAY 12 2005

KCC WICHITA

Bm