

RECEIVED
AUG 30 2005
KCC WICHITA

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

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

API # 15-165-21734-0000 (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 _____

Well Operator: SPECIAL ENERGY CORPORATION KCC License #: 30337
(Owner/Company Name) (Operator's)

Address: P.O. DRAWER 369 City: STILLWATER

State: OKLAHOMA Zip Code: 74076 Contact Phone: 405-377-1177

Lease: LADINE Well # 1 Sec. 35 Twp. 19 S. R. 16 East West

C - N/2 - S/2 - SW Spot Location / QQQQ County: RUSH

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

1320 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: 9-5/8" Set at: 1033' Cemented with: 425 Sacks

Production Casing Size: 7" Set at: 3848' Cemented with: 150 Sacks

List (ALL) Perforations and Bridgeplug Sets: 3680-3742, 3754-3808'

TOP OF CEMENT @ 3026'

Elevation: 2005' (G.L. / K.B.) T.D.: 3850' PBTD: 3845' Anhydrite Depth: 1028' ESTIMATED

Condition of Well: Good Poor Casing Leak Junk in Hole (Stone Corral Formation)

Proposed Method of Plugging (attach a separate page if additional space is needed): AS DIRECTED BY KCC

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

If not explain why? _____

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: TOM LARSON

Phone: 620-653-7368

Address: 562 W. STATE ROAD 4 City / State: OLMITZ, KS 67564

Plugging Contractor: ALLIED CEMENTING COMPANY, INC. KCC License #: _____
(Company Name) (Contractor's)

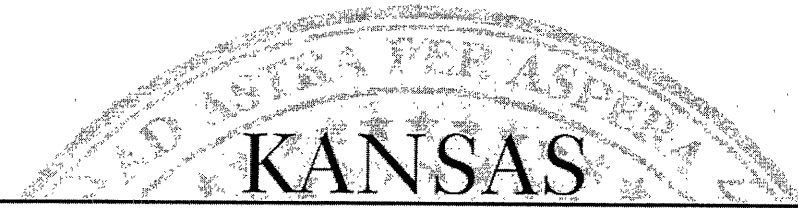
Address: P.O. BOX 31, RUSSELL, KS 67665 Phone: 785-483-2627

Proposed Date and Hour of Plugging (if known?): UPON APPROVAL

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

Date: 8-27-05 Authorized Operator / Agent: Thomas Larson AGENT
(Signature)

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



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)

Special Energy Corp.
PO Box 369
Stillwater, OK 74076

August 31, 2005

Re: LADINE #1
API 15-165-21734-00-00
N2S2SW 35-19S-16W, 990 FSL 1320 FWL
RUSH COUNTY, KANSAS

Dear Operator:

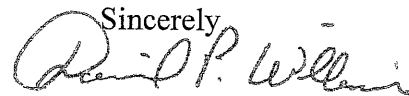
This letter is to notify you that the Conservation Division is in receipt of your plugging proposal, form CP-1, for the above-captioned well.

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.

Sincerely


David P. Williams
Production Supervisor

District: #1
210 E Frontview, Suite A
Dodge City, KS 67801
(620) 225-8888