

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

API Well Number: 15-075-20040-00-00  
Spot: NWSE Sec/Twnshp/Rge: 7-23S-40W  
1980 feet from S Section Line, 1980 feet from E Section Line  
Lease Name: WALTERS Well #: 1-7  
County: HAMILTON Total Vertical Depth: 2591 feet

Operator License No.: 4894  
Op Name: HORSESHOE OPERATING, INC.  
Address: 110 W. LOUISIANA, SUITE 200  
MIDLAND, TX 79701

String	Size	Depth (ft)	Pulled (ft)	Comment
CIBP		2075		WITH 2 SX CMT
PROD	4.5	2590	0	WITH 100 SX CMT
SURF	7	371		WITH 150 SX CMT

Well Type: GAS UIC Docket No: \_\_\_\_\_ Date/Time to Plug: 09/15/2005 2:00 PM  
Plug Co. License No.: 99996 Plug Co. Name: ALLIED CEMENT COMPANY  
Proposal Rcvd. from: DAVE OLSON Company: HORSESHOE OPERATING Phone: (432) 682-4584

Proposed Plugging Method: CIBP @ 2075' WITH 2 SX CMT. CIBP @ 1050' WITH 2 SX CMT. PERFORATE 4 HOLES @ 1010'. PUMP 180 SX CMT. PUMP 200 SX CMT DOWN BACKSIDE. # 84<sup>21</sup>

Plugging Proposal Received By: KEN JEHLIK WitnessType: COMPLETE (100%)  
Date/Time Plugging Completed: 09/15/2005 5:30 PM KCC Agent: KEN JEHLIK

Actual Plugging Report:

CIBP @ 2075' WITH 2 SX CMT. FOUND FLUID LEVEL @ 1800' FROM SURFACE. LOAD CASING & PRESSURE TO 1500#. HOLDING. NO CASING LEAK. PERFORATE AT 1050' WITH 4 HOLES. PUMP INTO @ 1000-1100#. MIX & PUMP 150 SX CMT (80 SX CMT OUTSIDE CASING). PRESSURE TO 1500#. NO BLOW ON ANNULUS. HOOK UP TO 4 1/2" X 7" ANNULUS. PUMP 65 SX CMT @ 300# & PRESSURED UP TO 500#. DROPPED TO 350# & HOLDING.

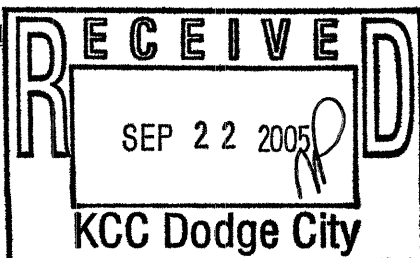
Perfs:

Top	Bot	Thru	Comments
2550			3 WAY JET

Remarks: USED 60/40 POZMIX 6% GEL BY ALLIED.

Plugged through: CSG

District: 01



Signed \_\_\_\_\_

*Ken Jehlik*  
(TECHNICIAN)

INVOICED  
DATE 10-6-05  
INV. NO. 2006010133

RECEIVED  
OCT 06 2005  
KCC WICHITA

Form CP-23