

STATE OF KANSAS
STATE CORPORATION COMMISSION
CONSERVATION DIVISION
130 S. Market, Room 2078
Wichita, Kansas 67202

FORM CP-1
Rev. 03/92

WELL PLUGGING APPLICATION FORM
(PLEASE TYPE FORM and File ONE Copy)

API #: 15-113-20-471-00-00 (Identifier number of this well). This must be listed for wells drilled since 1967; if no API# was issued, indicate spud or completion date 10/26/77

WELL OPERATOR: American Energies Corporation (owner/company name) KCC LICENSE # 5399 (operator's)

ADDRESS: 155 North Market CITY: Wichita
STATE: Kansas ZIP CODE: 67202 CONTACT PHONE: 316-263-5785
LEASE: Hazel M. Bandy WELL#: 1 Section 27 Township 19 Range 1W
C NW ~~SE~~ NW SE SPOT LOCATION COUNTY: McPherson

~~1980~~ FSL 2310 FEET (in exact footage) FROM South LINE OF SECTION (NOT Lease Line)

~~1980~~ FEL 3630 FEET (in exact footage) FROM East LINE OF SECTION (NOT Lease Line)

KCC-SKA-1-6-06-Per RBDMS.

Check One: Oil Well _____ Gas Well x D&A _____ SWD/ENHR WELL _____ Docket # _____
CONDUCTOR CASING SIZE None SET AT _____ CEMENTED WITH _____ SACKS _____
SURFACE CASING SIZE 8 5/8" SET AT 152' CEMENTED WITH 100 SACKS _____
PRODUCTION CASING SIZE 4 1/2" SET AT 3029' CEMENTED WITH 100 SACKS _____

LIST (ALL) PERFORATIONS and BRIDGEPLUG SETS: Perforated - 2947-48
ELEVATION _____ G.L. 1583 K.B. T.D. 3030 PBDT 3029 Anhydrite Depth _____
(Stone Corral Formation)

CONDITION OF WELL: GOOD X POOR _____ CASING LEAK _____ JUNK IN HOLE _____

PROPOSED METHOD OF PLUGGING:
Place 50' sand plug over perms, pull pipe, set 35 sx @ 430', mud 250', cement to surface.
We will attempt to pull casing.

IS WELL LOG ATTACHED TO THIS APPLICATION AS REQUIRED? No (YES,NO) IS ACO-1 FILED? Yes (YES,NO)
If not explain why? Currently on file with KCC

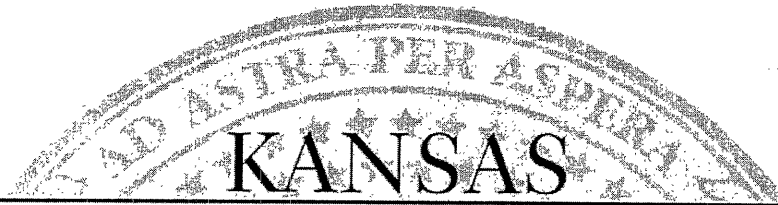
PLUGGING OF THIS WELL WILL BE DONE IN ACCORDANCE WITH K.S.A. 55-101 et. seq. AND THE RULES AND REGULATIONS OF THE STATE CORPORATION COMMISSION.

LIST NAME OF COMPANY REPRESENTATIVE AUTHORIZED TO BE IN CHARGE OF PLUGGING OPERATIONS:
Name: Doug Ward Phone#: (620)628-4424
Address: P.O. Box 516, 136 N. Main City: Canton State: Kansas
PLUGGING CONTRACTOR: American Energies Corporation KCC LICENSE #: 5399 (contractor's)
(company name) Address: P.O. Box 516, 136 N. Main City: Canton State: Kansas Zip 67428

PROPOSED DATE AND HOUR OF PLUGGING (If Known?) _____
PAYMENT OF THE PLUGGING FEE (K.A.R. 82-3-118) WILL BE GUARANTEED BY: Operator X Agent _____

DATE: 12/15/05 AUTHORIZED OPERATOR OR AGENT: Alan L. DeGood
(signature) Alan L. DeGood, President

RECEIVED
DEC 21 2005
KCC WICHITA



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)

American Energies Corporation
155 N. Market, Ste 710
Wichita, KS 67202

January 05, 2006

Re: BANDY HAZEL M #1
API 15-113-20471-00-00
NWNWSE 27-19S-1W, 2310 FSL 2310 FEL
MCPHERSON 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.

District: #2
3450 N. Rock Road, Suite 601
Wichita, KS 67226
(316) 630-4000

Sincerely

David P. Williams
Production Supervisor