

Notice: Fill out COMPLETELY and return to Conservation Division at the address below within 30 days from plugging date.

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

Form CP-4 September 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, KS 67114-8827
Phone: (316) 799. 1000 Operator License #: 30742
Type of Well: EOR Docket #:
The plugging proposal was approved on: 1/4/06
by: Herb Deines (KCC District Agent's Name)
Is ACO-1 filed? [] Yes [] No Unknown is well log attached? [] Yes [X] No
Producing Formation(s): List All (If needed attach another sheet)

API Number: 15-181-20,022,00-01
Lease Name: #5 Hartley
Well Number: #5 NE SW E NE SE
Spot Location (QQQQ): 1874 Feet from [] North / [X] South Section Line
764 Feet from [X] East / [] West Section Line
Sec. 3 Twp. 6 S. R. 37 [] East [X] West
County: Sherman
Date Well Completed: 1976
Plugging Commenced: 1/6/06
Plugging Completed: 1/6/06

KCC BEM 1-31-06 RBDms

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

Table with 7 columns: Oil, Gas or Water Records (Formation, Content), Casing Record (Surface Conductor & Production) (From, To, Size, Put In, Pulled Out)

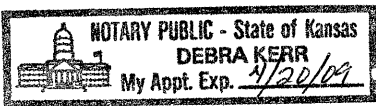
Describe in detail the manner in which the well is plugged, indicating where the mud fluid was placed and the method or methods used in introducing it into the hole. If cement or other plugs were used, state the character of same depth placed, from feet to feet each set.

Ran tubing to 2,000', pumped 40 sks cement w/300# hulls pumped down tubing & shut in for 2 hours. Pumped 340 sks cement down liner until cement circulated out of 5 1/2. Then tied back onto 5 1/2 and pumped 35 sks cement down. Shut in w/400PSI. Job complete. See attached Allied tickets.

Name of Plugging Contractor: Whitetail Crude, Inc License #: 31627
Address: P O Box 544, Ness City, KS 67560-0544
Name of Party Responsible for Plugging Fees: Palomino Petroleum, Inc
State of Kansas County, Ness, ss.
Mike J. Fritzler, President Whitetail Crude, Inc

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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) Mike J. Fritzler
Mike J. Fritzler, President Whitetail Crude, Inc
(Address) PO Box 544, Ness City, KS 67560-0544

SUBSCRIBED and SWORN TO before me this 27th day of January, 20 06
Notary Public Debra Kerr My Commission Expires: 4/ 20/09

Bur

ALLIED CEMENTING CO., INC. 22253

Federal Tax I.D.# ~~000000000~~

REMIT TO P.O. BOX 31
RUSSELL, KANSAS 67665

SERVICE POINT:
2 miles KS

DATE <u>1-6-06</u>	SEC <u>3</u>	TWP <u>6</u>	RANGE <u>37W</u>	CALLED OUT	ON LOCATION <u>9:15 am</u>	JOB START <u>9:45 am</u>	JOB FINISH <u>1:30 pm</u>
LEASE <u>Hartley</u>	WELL # <u>#5</u>	LOCATION <u>Brewster 134-342</u>		COUNTY <u>Sherman</u>	STATE <u>KS</u>		
<input checked="" type="checkbox"/> OLD OR NEW (Circle one)				<u>1 1/2 mi in</u>			

CONTRACTOR <u>Fritzler</u>	OWNER <u>Same</u>
TYPE OF JOB <u>AWP</u>	
HOLE SIZE _____ T.D. _____	CEMENT _____
CASING SIZE <u>5" 2</u> DEPTH <u>4822'</u>	AMOUNT ORDERED <u>425 60/40</u>
TUBING SIZE <u>2 1/16</u> DEPTH <u>2160</u>	<u>1090 gal 500# hulls</u>
DRILL PIPE _____ DEPTH _____	
TOOL _____ DEPTH _____	
PRES. MAX _____ MINIMUM _____	COMMON <u>249</u> @ <u>10⁰⁰</u> <u>2490⁰⁰</u>
MEAS. LINE _____ SHOE JOINT _____	POZMIX <u>166</u> @ <u>4⁷⁰</u> <u>780⁰⁰</u>
CEMENT LEFT IN CSG. _____	GEL <u>36</u> @ <u>14⁰⁰</u> <u>504⁰⁰</u>
PERFS. _____	CHLORIDE @ _____
DISPLACEMENT _____	ASC @ _____
EQUIPMENT	
PUMP TRUCK CEMENTER <u>Fuzzy</u>	Hulls <u>300#</u> @ <u>21⁰⁰</u> <u>6300⁰⁰</u>
# <u>373</u> HELPER <u>Andrew</u>	@ _____
BULK TRUCK _____	@ _____
# <u>386</u> DRIVER <u>Alan</u>	@ _____
BULK TRUCK _____	@ _____
# _____ DRIVER _____	@ _____
	HANDLING <u>466</u> @ <u>1⁶⁰</u> <u>745⁶⁰</u>
	MILEAGE <u>.06 x 55 x mile</u> <u>1677⁰⁰</u>
	TOTAL <u>6260⁰⁰</u>

REMARKS:

pump 40 strokes down and 300#
max 0# shut in
pump 340 strokes down the fill w/ 300# hulls SERVICE
circulate 1/2 hour 5" 2
pump 35 strokes down and
max press 400 psi. = 0 shut in
Job complete @ 1:30 pm

THANKS
Fuzzy
crew

CHARGE TO: Palomino
STREET _____
CITY _____ STATE _____ ZIP _____

RECEIVED
JAN 30 2006 TOTAL 1050⁰⁰

KCC WICHITA
PLUG & FLOAT EQUIPMENT

To Allied Cementing Co., Inc.
You are hereby requested to rent cementing equipment and furnish cementer and helper to assist owner or contractor to do work as is listed. The above work was done to satisfaction and supervision of owner agent or contractor. I have read & understand the "TERMS AND CONDITIONS" listed on the reverse side.

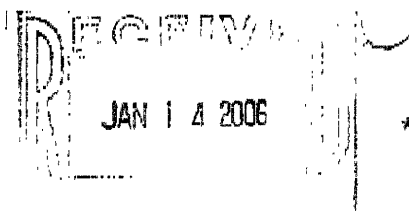
_____	@	_____
_____	@	_____
_____	@	_____
_____	@	_____
_____	@	_____

TOTAL _____

TAX _____

TOTAL CHARGE _____

Allied Cementing Co., Inc
P.O. Box 31
Russell, KS 67665



* I N V O I C E *

Invoice Number: 100232

Invoice Date: 01/12/06

Sold Palomino Petroleum, Inc.
To: 4924 SE 34th St.
Newton, KS
67114-8827

Cust I.D.....: Palo
P.O. Number...: Hartley #5
P.O. Date.....: 01/12/06

Due Date.: 02/11/06
Terms....: Net 30

Item I.D./Desc.	Qty. Used	Unit	Price	Net	TX
Common	249.00	SKS	10.0000	2490.00	T
Pozmix	166.00	SKS	4.7000	780.20	T
Gel	36.00	SKS	14.0000	504.00	T
Hulls	3.00	SKS	21.0000	63.00	T
Handling	466.00	SKS	1.6000	745.60	T
Mileage	60.00	MILE	27.9600	1677.60	T
466 sks @.06 per sk per mi					
Plug	1.00	JOB	750.0000	750.00	T
Mileage pmp trk	60.00	MILE	5.0000	300.00	T

All Prices Are Net, Payable 30 Days Following
Date of Invoice. 1 1/2% Charged Thereafter.
If Account CURRENT take Discount of \$ 731.04
ONLY if paid within 30 days from Invoice Date

Subtotal: 7310.40
Tax.....: 478.83
Payments: 0.00
Total....: 7789.23

- 731.04
7058.19.

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JAN 30 2006
KCC WICHITA