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KCC WICHITA

FORM CP-1 (3/92)

STATE OF KANSAS
KANSAS CORPORATION COMMISSION
CONSERVATION DIVISION
130 South Market - Room 2078
Wichita, Kansas 67202

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

API # 15-145-21535-0000 (Identifier number of this well). This must be listed for wells drilled since 1967; if no API# was issued, indicate spud or completion date.

WELL OPERATOR Palomino Petroleum, Inc. KCC LICENSE # 30742

ADDRESS 4924 SE 84th St. CITY Newton (owner/company name) (operator's)

STATE Kansas ZIP CODE 67114-8827 CONTACT PHONE # (316) 799-1000

LEASE Heart Bar WELL# 1 SEC. 11 T. 20 R. 20 (~~East~~/West)

130' of W/2 - W/2 - W/2 SPOT LOCATION/OOOO COUNTY Pawnee

2,510 FEET (in exact footage) FROM ~~S~~X (circle one) LINE OF SECTION (NOT Lease Line)

330 FEET (in exact footage) FROM ~~E~~W (circle one) LINE OF SECTION (NOT Lease Line)

Check One: OIL WELL ___ GAS WELL ___ D&A X SWD/ENHR WELL ___ DOCKET# _____

CONDUCTOR CASING SIZE _____ SET AT _____ CEMENTED WITH _____ SACKS

SURFACE CASING SIZE 8 5/8 SET AT 505' CEMENTED WITH 275 SACKS

PRODUCTION CASING SIZE _____ SET AT _____ CEMENTED WITH _____ SACKS

LIST (ALL) PERFORATIONS and BRIDGEPLUG SETS: _____

ELEVATION 2,203' KB T.D. 4,307' PBTD ANHYDRITE DEPTH 1,342'
(G.L./K.B.) (Stone Corral Formation)

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

PROPOSED METHOD OF PLUGGING _____

(If additional space is needed attach separate page)

IS WELL LOG ATTACHED TO THIS APPLICATION AS REQUIRED? Yes IS ACO-1 FILED? No

If not explain why? Operator will file

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:

Burt Beery PHONE# (785) 483-3141

ADDRESS Box 709 City/State Russell, KS 67665

PLUGGING CONTRACTOR Shields Drilling Co. KCC LICENSE # 5184

ADDRESS Box 709, Russell, KS 67665 PHONE # (785) 483-3141
(company name) (contractor's)

PROPOSED DATE AND HOUR OF PLUGGING (If Known?) 3-13-06 12PM

PAYMENT OF THE PLUGGING FEE (K.A.R. 82-3-118) WILL BE GUARANTEED BY OPERATOR OR AGENT SHIELDS DRILLING CO.

DATE: 3-21-06 AUTHORIZED OPERATOR/AGENT: Jack P. Beeman
(signature)

* WELL PLUGGED 3-15-06 DPW.
AS ROTARY P&A.