

STATE OF KANSAS
STATE CORPORATION COMMISSION
130 S. Market, Room 2078
Wichita, KS 67202

WELL PLUGGING RECORD
K.A.R.-82-3-117
API NUMBER 15-145-21535-0000

RECEIVED
MAR 24 2006

LEASE NAME Heart Bar
WELL NUMBER 1

TYPE OR PRINT
NOTICE: Fill out completely
and return to Cons. Div.
office within 30 days.

2,510 Ft. from S Section Line
330 Ft. from W Section Line

LEASE OPERATOR Palomino Petroleum, Inc.
ADDRESS 4924 SE 84th St., Newton, KS 67114

SEC. 11 TWP. 20 RGE. 20 ~~EX~~ (W)
COUNTY Pawnee

PHONE (316) 799-1000 OPERATORS LICENSE NO. 30742

Date Well Completed 3-13-06

Character of Well D & A

Plugging Commenced 3-13-06

(Oil, Gas, D&A, SWD, Input, Water Supply Well)

Plugging Completed 3-13-06

The plugging proposal was approved, on 3-12-06 (date)
by ? (KCC District Agent's Name).

Is ACO-1 filed? No If not, is well log attached? Yes

Producing Formation _____ Depth to Top _____ Bottom _____ T.D. 4,307'

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

OIL, GAS OR WATER RECORDS

CASING RECORD

Formation	Content	From	To	Size	Put in	Pulled out
				8 5/8"	505'	Cmtd. w/275 sax

Describe in detail the manner in which the well was 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 and depth placed, from feet to feet each section. Push bridge plug to 1,380', pump 50 sax on plug thru drill pipe; push bridge plug to 510'; pump 50 sax on plug thru drill pipe; push wiper plug to 60', dump 20 sax on plug; dump 15 sax down rat hole and 10 sax down mouse hole.

Name of Plugging Contractor Shields Drilling Co. License No. 5184
Address Box 709, Russell, KS 67665

NAME OF PARTY RESPONSIBLE FOR PLUGGING FEES: Palomino Petroleum, Inc.

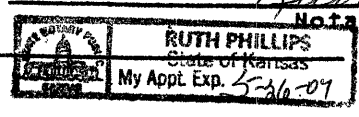
STATE OF KANSAS COUNTY OF RUSSELL, ss.

Jack P. Beeman, Sec.-Treas. Contractor
above-described well, being first duly sworn on oath, says: That I have knowledge of the facts, statements, and matters herein contained and the log of the above-described well as filed thereon, and the same are true and correct, so help me God.

(Signature) Jack P Beeman
(Address) Box 709, Russell, KS 67665

SUBSCRIBED AND SWORN TO before me this 21st day of March, 2006

My Commission Expires: _____





Shields

WELL LOG

RECEIVED

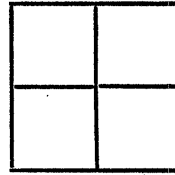
MAR 24 2006

Russell, Kansas

KCC WICHITA

Operator: Palomino Petroleum, Inc.
 Well: Heart Bar #1
 Commenced: March 2, 2006
 Completed: March 13, 2-06
 Contractor: Shields Drilling Co.

Well Description: 2,510' FSL, 330' FWL SW/4
 Sec. 11-20S-20W



Elevation: 2,203' KB

Treatment:

Production: D & A

Tops:

CASING RECORD

Size	Run	Pulled
8 5/8"	505'	Cmtd. w/275 sax

..... Figures Indicate Bottom of Formations

Surface clay, rock	10'
Rock shale, sand	80'
Shale	508'
Shale & sand	1,100'
Redbed	1,550'
Shale	2,295'
Chase group	2,347'
Shale & sand	3,015'
Shale & lime	3,630'
Lime	4,307' RTD

Notes