

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

FORM CP-1 (3/92)

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

API # 15-129-10043-00-00 (Identifier number of this well). This must be listed for wells drilled since 1967; if no API# was issued, indicate spud or completion date.

WELL OPERATOR Nadel and Gussman, L.L.C. KCC LICENSE # 32638
(owner/company name) (operator's)
ADDRESS 3200 First Place Tower CITY Tulsa

STATE Oklahoma ZIP CODE 74103 CONTACT PHONE # (918) 5833333

LEASE Hanke WELL# 1-31 SEC. 31 T. 32S R. 42 (East/West)

C - SW - _____ SPOT LOCATION/0000 COUNTY Morton

1320 FEET (in exact footage) FROM S/N (circle one) LINE OF SECTION (NOT Lease Line)

1320 FEET (in exact footage) FROM E/W (circle one) LINE OF SECTION (NOT Lease Line)

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

CONDUCTOR CASING SIZE n/a SET AT _____ CEMENTED WITH _____ SACKS

SURFACE CASING SIZE 8-5/8" SET AT 595' CEMENTED WITH 400 SACKS

PRODUCTION CASING SIZE 5-1/2" SET AT 3314' CEMENTED WITH TOC 2125 SACKS

LIST (ALL) PERFORATIONS and BRIDGEPLUG SETS: 2678-84'; 2696-98'; 2734-43'; 2790-94'; 2836-38'; 2872-80'; 2901-05'; 2990-95'; 3031-37'; 3039-43'; 3047-68'; 3114-17'; 3129-31'; 3168-80'; 2966-71'; 2978-80'; 3193-3214'; 3220-24'; 3232-38'; 3258-64'.

ELEVATION 3543 KB T.D. 3318 PBDT 3318 ANHYDRITE DEPTH _____
(G.L./K.B.) (Stone Corral Formation)

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

PROPOSED METHOD OF PLUGGING Set CIBP w/2 sx cmt @ 2650'. Cut off csg @ 2000' and spot a 100' plug @ base of surface csg and cmt plug from 50' to surface.

(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? Well too old.

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:

John May PHONE# (620) 697-2137

ADDRESS P.O. Box 773 City/State Elkhart, KS 67950

PLUGGING CONTRACTOR Sargent & Horley Plugging Inc KCC LICENSE # 31151
(company name) (contractor's)

ADDRESS RR 1 Box 49BA PHONE # () _____

PROPOSED DATE AND HOUR OF PLUGGING (If Known?) not known

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

DATE: 4/13/06 AUTHORIZED OPERATOR/AGENT: James P. [Signature]
(signature)

RECEIVED
APR 17 2006
KCC WICHITA



KANSAS

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)

Nadel and Gussman, LLC
15 E. 5th, Suite 3200
Tulsa, OK 74103-4313

April 18, 2006

Re: HANKE #1-31
API 15-129-10043-00-00
SW 31-32S-42W, 1320 FSL 1320 FWL
MORTON 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.

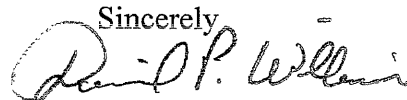
Your CP-1 has been reviewed by the Conservation Division central office for completeness and to verify license numbers. The plugging proposal will now be forwarded to the district office listed below for review of your proposed method of plugging.

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: #1
210 E Frontview, Suite A
Dodge City, KS 67801
(620) 225-8888

Sincerely


David P. Williams
Production Supervisor