

TO:
STATE CORPORATION COMMISSION
CONSERVATION DIVISION - PLUGGING
130 SOUTH MARKET, SUITE 2078
WICHITA, KANSAS 67202

API Well Number: 15-047-21522-00-00
Spot: NWSESW Sec/Twnshp/Rge: 20-24S-16W
870 feet from S Section Line, 1730 feet from W Section Line
Lease Name: JONES Well #: 1
County: EDWARDS Total Vertical Depth: 4440 feet

Operator License No.: 30742
Op Name: PALOMINO PETROLEUM, INC.
Address: 4924 SE 84TH STREET
NEWTON, KS 67114

String Size Depth (ft) Pulled (ft) Comment
SURF 8.625 419 WITH 275 SX CMT

\$144.30

Well Type: DH UIC Docket No: _____ Date/Time to Plug: 05/19/2006 11:00 AM
Plug Co. License No.: 33350 Plug Co. Name: SOUTHWIND DRILLING, INC.
Proposal Rcvd. from: LOU Company: SOUTHWIND DRILLING, INC. Phone: (620) 564-3800

Proposed Plugging Method: 1ST PLUG AT 1060' WITH 50 SX CMT. 2ND PLUG AT 450' WITH 50 SX CMT. 3RD PLUG AT 60' WITH 20 SX CMT. 4TH PLUG TO CIRCULATE RAT HOLE WITH 15 SX CMT. NO MOUSE HOLE.

Plugging Proposal Received By: KEN JEHLIK WitnessType: COMPLETE (100%)
Date/Time Plugging Completed: 05/19/2006 12:30 PM KCC Agent: RICHARD LACEY

Actual Plugging Report: _____ Perfs: _____

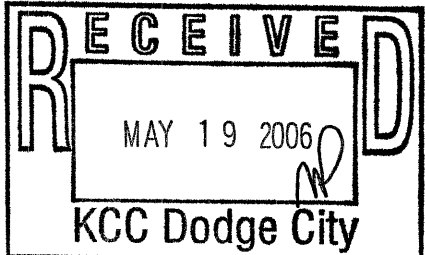
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Remarks: USED 60/40 POZMIX 6% GEL BY ALLIED.

Plugged through: DP

INVOICED
DATE 5-25-06
NO. 2006061713

District: 01



Signed Richard W. Lacey
(TECHNICIAN)

RECEIVED
MAY 25 2006
KCC WICHITA

Form CP 213