

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
WELL PLUGGING APPLICATION
Please TYPE Form and File ONE Copy

RECEIVED

Form CP-1

September 2003

This Form must be Typed

Form must be Signed

blanks must be Filled

MAY 30 2006

KCC WICHITA

API # 15 - 145-20,245-00-00 (Identifier Number of this well). This must be listed for wells drilled since 1967; if no API # was issued,

indicate original spud or completion date 2-08-1972

Well Operator: Smokey Valley Resources Inc. KCC License #: 32081
(Owner/Company Name) (Operator's)

Address: PO Box 209 Dexter KS 67038 City: Dexter

State: KS Zip Code: 67038 Contact Phone: (620) 876 - 2108

Lease: Miller Well #: #1 Sec. 17 Twp. 20 S. R. 20 East West

C - NW - SE Spot Location / QQQQ County: Pawnee

*Keep
W/Name
Per #388
Scout case*

600 1980 Feet (in exact footage) From North / South (from nearest outside section corner) Line of Section (Not Lease Line)

600 1980 Feet (in exact footage) From East / West (from nearest outside section corner) Line of Section (Not Lease Line)

Check One: Oil Well Gas Well D&A Cathodic Water Supply Well

SWD Docket # _____ ENHR Docket # _____ Other: _____

Conductor Casing Size: _____ Set at: _____ Cemented with: _____ Sacks

Surface Casing Size: 8 5/8 Set at: 317 Cemented with: 185 Sacks

Production Casing Size: 5.5 Set at: 4301 Cemented with: 200 Sacks

List (ALL) Perforations and Bridgeplug Sets: open hole 4305

Elevation: 2170 (G.L. / K.B.) T.D.: _____ PBTD: _____ Anhydrite Depth: 1367
(Stone Corral Formation)

Condition of Well: Good Poor Casing Leak Junk in Hole

Proposed Method of Plugging (attach a separate page if additional space is needed): _____

Plug to the rules of K C C.

Is Well Log attached to this application as required? Yes No Is ACO-1 filed? Yes No

If not explain why? _____

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: _____

George Saling Phone: (620) 894 - 0212

Address: PO Box 209 Dexter KS 67038 City / State: Dexter KS 67038

Plugging Contractor: Mikes Testing & Salvage KCC License #: 31529
(Company Name) (Contractor's)

Address: Chase KS Phone: (620) 938 - 2943

Proposed Date and Hour of Plugging (if known?): NA

Payment of the Plugging Fee (K.A.R. 82-3-118) will be guaranteed by Operator or Agent

Date: 5-22-06 Authorized Operator / Agent: George Saling
(Signature)

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

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)

Smokey Valley Resources, Inc.
PO Box 209
Dexter, KS 67038

June 02, 2006

Re: MILLER #1
API 15-145-20245-00-00
NWSE 17-20S-20W, 1980 FSL 1980 FEL
PAWNEE 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.

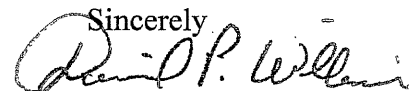
Your CP-1 has been reviewed by the Conservation Division central office for completeness and to verify license numbers. The plugging proposal will now be forwarded to the district office listed below for review of your proposed method of plugging.

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