KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

JUN 1.5 2006

RECEIVED

This Form must be Typed Form must be Signed CC WICH TAII blanks must be Filled

WELL PLUGGING APPLICATION

Please TYPE Form and File ONE Copy

API # 15 - 129 20071 - 00-00 ___ (Identifier Number of this well). This must be listed for wells drilled since 1967; if no API # was issued, 1/9/72 indicate original spud or completion date_ Well Operator: Lee Banks d/b/a Banks Oil Co. KCC License #: 5152 Address: 7701 E. Kellogg, Suite 885 (Owner/Company Name) _____Wichita State:_Kansas Zip Code: 67207-1703 Contact Phone: (316) 612 - 1186 Lease: State 1-8 Sec. 8 Twp. 34S S. R. 42W East ✓ West ___ Well #: 1 County: Morton - SE Spot Location / QQQQ 1320 North / South (from nearest outside section corner) Line of Section (Not Lease Line) Feet (in exact footage) From Feet (in exact footage) From East / West (from nearest outside section corner) Line of Section (Not Lease Line) ✓ Gas Well Check One: Oil Well Cathodic Water Supply Well SWD Docket # ENHR Docket # ____ Other: Conductor Casing Size:_ Cemented with: Surface Casing Size: 8 5/8 _____ Set at: 1238 _____ Cemented with: 500 _____ Set at: 4719 Production Casing Size: 4 1/2 Cemented with: 200 List (ALL) Perforations and Bridgeplug Sets: 4257-4260 Elevation: 3437 (G.L. / V.K.B.) T.D.: 4720 PBTD: 4268 __ Anhydrite Depth: 1220 (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): Is Well Log attached to this application as required? Yes V No Is ACO-1 filed? Ves No Per KCC Instructions 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: Lee Banks Phone: (316) 612 - 1186 Address: 7701 E. Kellogg, Suite 885 City / State: Wichta, Kansas Plugging Contractor: Sargent - Horton Phone: (580) 651 - 3005 Address: RR 1, Box 49 B A, Tyron, Oklahoma Proposed Date and Hour of Plugging (if known?): __ Payment of the Plugging Fee (K.A.R. 82-3-118) will be guaranteed by Operator or Agent Date: 6-14-06 Authorized Operator / Agent:

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)

Banks, Lee dba Banks Oil Co Suite 885 7701 E. Kellogg Wichita, KS 67207

June 15, 2006

Re: STATE 1-8 #1

API 15-129-20071-00-00

E2SE 8-34S-42W, 1320 FSL 660 FEL

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