

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

Form CP-1
September 2003
**This Form must be Typed
Form must be Signed
All blanks must be Filled**

API # 15 - 033-21249-0000 (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 8/08/01

Well Operator: Castelli Exploration, Inc KCC License #: 31021
(Owner / Company Name) (Operator's)

Address: 6908 NW 112th Str City: Oklahoma City

State: OK Zip Code: 73162 Contact Phone: (405) 722 - 5511

Lease: Merrill Ranch Well #: 2-21 Sec. 21 Twp. 33 S. R. 16 East West

- NW - SE - SE Spot Location / QQQQ County: Comanche

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

710 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: 1249' Cemented with: 875 Sacks

Production Casing Size: 4-1/2" Set at: 4960' Cemented with: 100 Sacks

List (ALL) Perforations and Bridgeplug Sets: OH - 4960'-4985' cemented w/ 50 sx cement, perf 4945-47' 4 spf

Elevation: 1768'/1778' (G.L. / K.B.) T.D.: 4985' PBDT: 4955'est Anhydrite Depth: _____
(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): As per state recommendations

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

If not explain why? No logs were run

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: Rickey Popp

Phone: (620) 786 - 5514

Address: PO Box 187 City / State: Hoisington, KS 67544

Plugging Contractor: Clarke Corporation KCC License #: 5105
(Company Name) (Contractor's)

Address: PO Box 187 Medicine, KS 67104-0187 Phone: (620) 886 - 5665

Proposed Date and Hour of Plugging (if known?): As soon as rig availability

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

Date: 6/20/06 Authorized Operator / Agent: Rickey Popp (Signature)

Mail to: KCC - Conservation Division, 136 S. Market - Room 2078, Wichita, Kansas 67202

**RECEIVED
JUN 22 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)

Castelli Exploration, Inc.
6908 N.W. 112th
Oklahoma City, OK 73162

June 28, 2006

Re: MERRILL RANCH #2-21
API 15-033-21249-00-00
N2SESE 21-33S-16W, 990 FSL 710 FEL
COMANCHE 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.

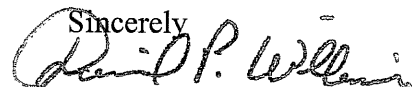
Your CP-1 has been reviewed by the Conservation Division central office for completeness and to verify license numbers. The plugging proposal will now be forwarded to the district office listed below for review of your proposed method of plugging.

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