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** - 171-20591-0000 (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____ Well Operator: SunStone Operating Company, LLC (tfr from SunStone Energy attached) KCC License #: 33802 (tfr from 33415 attached) (Owner / Company Name) ___ City:_Oklahoma City Address: _____ 101 N. Robinson, Suite #810 State: Oklahoma ____ Well #:_21-1 Lease:_Grube Sec. 21 Twp. 18 S. R. 31 East ✓ West County:_Scott SW - SW Spot Location / QQQQ 330 Feet (in exact footage) From North / V South (from nearest outside section corner) Line of Section (Not Lease Line) 330 East / West (from nearest outside section corner) Line of Section (Not Lease Line) Feet (in exact footage) From V D&A Check One: Oil Well Gas Well Cathodic Water Supply Well ENHR Docket # _____ Other: _____ Cemented with: Conductor Casing Size:_ _____ Set at: <u>33</u>4.45 Surface Casing Size: 10-3/4" _____ Cemented with: 270 Production Casing Size: __7-5/8" ___ Set at: 3306.28 Cemented with: 600 List (ALL) Perforations and Bridgeplug Sets: DV tool @ 1681.07 circulated 400 sacks cement to surface. 1482' of 5-1/2" liner cemented w/400 sacks cement: top of liner @ 3097'; end of liner @ 4579. Open hole 4579-4678. Elevation: 2956 PBTD: __ Anhydrite Depth:_ (Stone Corral Formation) Condition of Well: ✓ Good Casing Leak Junk in Hole Proposed Method of Plugging (attach a separate page if additional space is needed): Spot 150 sacks 60/40 POZ, 6% gel, w/6sx of hulls on bottom Pull above cement, spot 38 sacks on gel spacer. Circulate 375 sacks 60/40 POZ 6% gel from 220'-surface. RECEIVED KANSAS CORPORATION COMMISSION 50 sacks cement for annulus. JUN 2 2 2006 CONSERVATION DIVISION If not explain why? Log not run due to hole conditions. 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. Billie Griggs List Name of Company Representative authorized to be in charge of plugging operations:... Phone: (405) 818 - 9805 SunStone Operating Company, LLC Address: 101 N. Robinson, Suite #810 City / State: Oklahoma City, OK KCC License #: Penc assigned Plugging Contractor:_Allied Cementing (Company Name) _____ Phone: (620) 886 Address: P. O. Box 31, Russell, KS 67665 Proposed Date and Hour of Plugging (if known?): ASAP Payment of the Plugging Fee (K.A.R. 82-3-118) will be guaranteed by Operator or Agent Connie Swan, Regulatory Administrator ____ 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)

Sun Stone Operating Company, LLC 101 N. Robinson, Suite 810 Oklahoma City, OK 73102 June 28, 2006

Re: GRUBE #21-1

API 15-171-20591-00-00

SWSWSW 21-18S-31W, 330 FSL 330 FWL

SCOTT 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