

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

API Well Number: 15-135-24498-00-00
Spot: NESWSW Sec/Twnshp/Rge: 20-16S-23W
1250 feet from S Section Line, 810 feet from W Section Line
Lease Name: SIMPSON Well #: 1-20
County: NESS Total Vertical Depth: 4595 feet

Operator License No.: 9855
Op Name: GRAND MESA OPERATING COMPANY
Address: 200 E. 1ST STREET N. STE 307 FRMRS
WICHITA, KS 67202

String Size Depth (ft) Pulled (ft) Comment
SURF 8.625 229 WITH 200 SX CMT

\$ 149.34

Well Type: DH UIC Docket No: _____ Date/Time to Plug: 06/17/2006 5:00 AM
Plug Co. License No.: 33493 Plug Co. Name: AMERICAN EAGLE DRILLING LLC
Proposal Rcvd. from: DON ANDERSON Company: AMERICAN EAGLE DRILLING LLC Phone: (303) 722-2899

Proposed Plugging Method: 1ST PLUG AT 1890' WITH 50 SX CMT. 2ND PLUG AT 1180' WITH 80 SX CMT. 3RD PLUG AT 600' WITH 40 SX CMT. 4TH PLUG AT 280' WITH 50 SX CMT. 5TH PLUG AT 60' WITH 20 SX CMT. 6TH PLUG TO CIRCULATE RAT HOLE WITH 15 SX CMT. NO MOUSE HOLE.

Plugging Proposal Received By: JERRY W. STAPLETON WitnessType: PARTIAL
Date/Time Plugging Completed: 06/30/2006 12:30 PM KCC Agent: MICHAEL MAIER

Actual Plugging Report:

Perfs:

COMPANY FAILED TO PUMP CRITICAL PLUG AT 1180'. ALSO PIPE TALLY WAS OFF 600'. COMPANY REPORTED PLUGS WERE SET AT: 1ST PLUG AT 1890' WITH 50 SX CMT. 2ND PLUG AT 600' WITH 80 SX CMT. 3RD PLUG AT 280' WITH 60 SX CMT. 4TH PLUG AT 60' WITH 20 SX CMT. COMPANY WAS REQUIRED TO RE-ENTER HOLE FOR COMPLETION OF THE PLUG AT 1180'. DRILLED OUT OF HOLE AT 750'. PLUGGING ORDERS WERE GIVEN BY STEVE DURRANT AS FOLLOWS. 1ST PLUG AT 750' WITH 50 SX CMT. 2ND PLUG AT 240' WITH 40 SX CMT. 3RD PLUG AT 60-0' WITH 20 SX CMT. NOTE: RE-ENTRY FOUND CMT AT 165' TO 225' THEN AT 580' TO 720'. DRILLED OUT OF HOLE 30'. GOOD CHANCE THAT THERE WAS A PLUG AT 1200' BECAUSE PIPE TALLY BEING 600' MORE THAN ACTUAL.

RECEIVED
JUL 17 2006
KCC WICHITA

Remarks: USED 60/40 POZMIX 6% GEL 1/4# FLO SEAL BY ALLIED.

Plugged through: TBG

District: 01

RECEIVED
JUL - 6 2006
KCC Dodge City

Signed

Michael Maier

(TECHNICIAN)

INVOICED
DATE 7-18-06
SER. NO. 2007060222

Forklift

RET