

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

API Well Number: 15-135-24531-00-00
Spot: SWSNW Sec/Twnshp/Rge: 20-16S-23W
2080 feet from N Section Line, 1760 feet from W Section Line
Lease Name: HORCHEM Well #: 1-20
County: NESS Total Vertical Depth: 4570 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 | 218 | | WITH 160 SX CMT |

\$ 148.53

Well Type: DH UIC Docket No: _____ Date/Time to Plug: 09/14/2006 11:00 PM
Plug Co. License No.: 33493 Plug Co. Name: AMERICAN EAGLE DRILLING LLC
Proposal Revd. from: LES PFAFF Company: AMERICAN EAGLE DRILLING LLC Phone: (303) 722-2899

Proposed Plugging Method: 1ST PLUG AT 1885' WITH 50 SX CMT. 2ND PLUG AT 1150' WITH 80 SX CMT. 3RD PLUG AT 600' WITH 50 SX CMT. 4TH PLUG AT 230' WITH 40 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: STEVE PFEIFER WitnessType: NONE
Date/Time Plugging Completed: 09/15/2006 1:00 AM KCC Agent: STEVE PFEIFER

Actual Plugging Report:

Perfs:

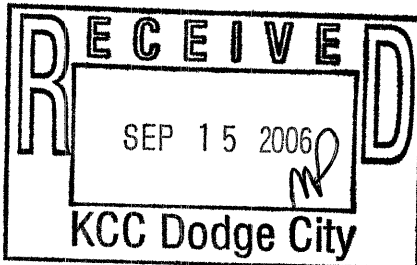
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Remarks: USED 60/40 POZMIX 6% GEL 1/4# FLO SEAL BY ALLIED.

Plugged through: DP

INVOICED
DATE 10-2-06
SER. NO. 2007060614

District: 01



Signed

Stephen J. Pfeifer
(TECHNICIAN)