

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

API Well Number: 15-135-24546-00-00  
Spot: NENWNW Sec/Twnshp/Rge: 11-18S-24W  
410 feet from N Section Line, 1015 feet from W Section Line  
Lease Name: HOPPER Well #: 2  
County: NESS Total Vertical Depth: 4500 feet

Operator License No.: 30742  
Op Name: PALOMINO PETROLEUM, INC.  
Address: 4924 SE 84TH STREET  
NEWTON, KS 67114

String	Size	Depth (ft)	Pulled (ft)	Comment
SURF	8.625	224	0	

# 146.25

Well Type: DH UIC Docket No: \_\_\_\_\_ Date/Time to Plug: 10/14/2006 9:30 PM  
Plug Co. License No.: 33350 Plug Co. Name: SOUTHWIND DRILLING, INC.  
Proposal Rcvd. from: DOUG ROBERT Company: SOUTHWIND DRILLING, INC. Phone: \_\_\_\_\_

Proposed Plugging Method: 1ST PLUG AT 1690' WITH 50 SX CMT. 2ND PLUG AT 900' WITH 80 SX CMT. 3RD PLUG AT 260' WITH 50 SX CMT. 4TH PLUG AT 60' WITH 20 SX CMT. 5TH PLUG TO CIRCULATE RAT HOLE WITH 15 SX CMT. 6TH PLUG TO CIRCULATE MOUSE HOLE WITH 10 SX CMT.

Plugging Proposal Received By: RICHARD LACEY WitnessType: NONE  
Date/Time Plugging Completed: 10/14/2006 11:30 PM KCC Agent: RICHARD LACEY

Actual Plugging Report:

1ST PLUG AT 1690' WITH 50 SX CMT. 2ND PLUG AT 900' WITH 80 SX CMT. 3RD PLUG AT 260' WITH 50 SX CMT. 4TH PLUG AT 60' WITH 20 SX CMT. 5TH PLUG TO CIRCULATE RAT HOLE WITH 15 SX CMT. 6TH PLUG TO CIRCULATE MOUSE HOLE WITH 10 SX CMT.

Perfs:

Remarks: USED 60/40 POZMIX 6% GEL BY ALLIED

Plugged through: DP

District: 01

Signed Richard W. Lacey  
(TECHNICIAN)

INVOICED  
DATE 11-15-06  
INV. NO. 2007060818

RECEIVED Form CP-2/3  
NOV 14 2006  
KCC WICHITA  
PPT