

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

API Well Number: 15-145-20269-00-01  
Spot: SESW Sec/Twnshp/Rge: 17-20S-20W  
660 feet from S Section Line, 3300 feet from E Section Line  
Lease Name: DIXON Well #: 1  
County: PAWNEE Total Vertical Depth: 4709 feet

Operator License No.: 32081  
Op Name: SMOKEY VALLEY RESOURCES, INC.  
Address: PO BOX 209  
DEXTER, KS 67038

String	Size	Depth (ft)	Pulled (ft)	Comment
PROD	4.5	4505	1800	
SURF	8.625	303		
T1	2.375	4370		

\$ 153.04

Well Type: SWD UIC Docket No: D16805.0 Date/Time to Plug: 09/28/2006 2:00 PM  
Plug Co. License No.: 31529 Plug Co. Name: MIKE'S TESTING & SALVAGE, INC.  
Proposal Rcvd. from: GEORGE SALING Company: Phone: (620) 894-0212

Proposed Plugging Method: SANDED TO 4500' WITH 4 SX CMT. PLUG AT 1400' WITH 20 SX GEL & 50 SX CMT. PLUG AT 520 WITH 50 SX CMT. PLUG AT 296' WITH 50 SX CMT. PLUG AT 32' WITH 75 SX CMT.

Plugging Proposal Received By: STEVE DURRANT WitnessType: COMPLETE (100%)  
Date/Time Plugging Completed: 09/28/2006 4:30 PM KCC Agent: JERRY W. STAPLETON

Actual Plugging Report:

SANDED TO 4500' WITH 4 SX CMT. 1ST PLUG AT 1400' WITH 20 SX GEL & 50 SX CMT. 2ND PLUG AT 520' WITH 50 SX CMT. FLUID TO SURFACE. 3RD PLUG AT 296' WITH 50 SX CMT. FLUID TO SURFACE. 4TH PLUG AT 32' WITH 75 SX CMT. CMT TO SURFACE.

Perfs:

Top	Bot	Thru	Comments
4505	4509		

INVOICED

DATE 11-21-06  
INV. NO. 2007060858

Remarks: USED 60/40 POZMIX 6% . RECOVERED 1800' OF 41/2 CASING.  
Plugged through: CSG

District: 01

Signed Jerry W. Stapleton  
(PART II) (TECHNICIAN)

RECEIVED  
NOV 20 2006  
KCC WICHITA

Form CP-2/3  
*[Signature]*