TO:

STATE CORPORATION COMMISSION **CONSERVATION DIVISION - PLUGGING**

130 SOUTH MARKET, SUITE 2078

WICHITA, KANSAS 67202

County: LANE Operator License No.: 33396

Op Name: FAIR OIL, LTD. Address: 225 S. COLLEGE P. O. BOX 689

TYLER, TX 75710

API Well Number: 15-101-21987-00-00

Spot: NESWNE

Sec/Twnshp/Rge: 16-18S-29W

1650 feet from N Section Line, Lease Name: KS2G C SPEER 16-2 1835 feet from E Section Line

Well #: 1

Total Vertical Depth: 4625 feet

String Size

Depth (ft) Pulled (ft) Comment

SURF 8.625 329 WITH 220 SX CMT

150.31

Well Type: DH

UIC Docket No:

Date/Time to Plug: 12/07/2006 2:45 PM

Plug Co. License No.: 5822

Plug Co. Name: VAL ENERGY, INC.

Proposal Revd. from: RICK

Company: VAL ENERGY, INC.

Phone: (316) 263-6688

Proposed 1ST PLUG AT 2190' WITH 50 SX CMT. 2ND PLUG AT 1380' WITH 80 SX CMT. 3RD PLUG AT 630' WITH 40 SX Plugging CMT. 4TH PLUG AT 330' WITH 40 SX CMT. 5TH PLUG AT 60' WITH 20 SX CMT. 6TH PLUG TO CIRCULATE

Method: RAT HOLE WITH 15 SX CMT. 7TH PLUG TO CIRCULATE MOUSE HOLE WITH 10 SX CMT.

Plugging Proposal Received By: STEVE DURRANT

WitnessType: COMPLETE (100%)

Date/Time Plugging Completed: 12/07/2006 5:30 PM

KCC Agent: ERIC MACLAREN

Actual Plugging Report:

Perfs:

1ST PLUG AT 2190' WITH 50 SX CMT. 2ND PLUG AT 1380' WITH 80 SX CMT. 3RD PLUG AT 630' WITH 40 SX CMT. 4TH PLUG AT 330' WITH 40 SX CMT. 5TH PLUG AT 60' WITH 20 SX CMT. 6TH PLUG TO CIRCULATE RAT HOLE WITH 15 SX CMT. 7TH PLUG TO CIRCULATE MOUSE HOLE WITH 10 SX CMT.

Remarks:

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

Plugged through: DP

District: 01



(TECHNICIAN)

