

Notice: Fill out COMPLETELY and return to Conservation Division at the address below within 60 days from plugging date.

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
WELL PLUGGING RECORD
K.A.R. 82-3-117

Form CP-4
December 2003
Type or Print on this Form
Form must be Signed
All blanks must be Filled

Lease Operator: Palomino Petroleum, Inc.

Address: 4924 SE 84th St., Newton, Kansas 67114-8827

Phone: (316) 799-1000 Operator License #: 30742

Type of Well: Oil-DH KCC Pkt 1-30-07 per CP2/3 Docket #: (If SWD or ENHR)

The plugging proposal was approved on: December 11, 2006 (Date)

by: Jerry Stapleton (KCC District Agent's Name)

Is ACO-1 filed? [X] Yes [ ] No If not, is well log attached? [ ] Yes [ ] No

Producing Formation(s): List All (If needed attach another sheet)

Depth to Top: Bottom: T.D.
Depth to Top: Bottom: T.D.
Depth to Top: Bottom: T.D.

API Number: 15-135-24572-0000

Lease Name: Ness County Country Club

Well Number: 1
150' S + 110' W of Per Interest

Spot Location (QQQQ): S/2 - SW - NW

2460 Feet from [X] North / [ ] South Section Line

550 Feet from [ ] East / [X] West Section Line

Sec. 29 Twp. 17 S. R. 23 [ ] East [X] West

County: Ness

Date Well Completed: 12/15/06

Plugging Commenced: 12/15/06

Plugging Completed: 12/15/06

Show depth and thickness of all water, oil and gas formations.

Table with columns: Oil, Gas or Water Records (Formation, Content) and Casing Record (Surface Conductor & Production) (From, To, Size, Put In, Pulled Out). Includes a 'RECEIVED' stamp from the Kansas Corporation Commission dated Jan 26 2007.

Describe in detail the manner in which the well is plugged, indicating where the mud fluid was placed and the method or methods used in introducing it into the hole. If cement or other plugs were used, state the character of same depth placed from (bottom), to (top) for each plug set.

50 sx @ 1770', 70 sx @ 930', 50 sx @ 530', 40 sx @ 240', 20 sx @ 60', 15 sx in RH of 60-40 poz, 6% gel w/1/4# FC/sx.

Name of Plugging Contractor: Pickrell Drilling Company, Inc. License #: 5123

Address: 100 S. Main, Suite 505, Wichita, Kansas 67202-3738

Name of Party Responsible for Plugging Fees: Palomino Petroleum, Inc.

State of Kansas County, Harvey, ss.

Klee R. Watchous

(Employee of Operator) or (Operator) on above-described well, being first duly sworn on oath, says: That I have knowledge of the facts statements, and matters herein contained, and the log of the above-described well is as filed, and the same are true and correct, so help me God.

NOTARY PUBLIC - State of Kansas
CARLA R. PENWELL
My Appt. Expires 10-6-09

(Signature) Klee R. Watchous

(Address) 4924 SE 84th St., Newton, Kansas 67114-8827

SUBSCRIBED and SWORN TO before me this 24th day of January, 2007

Carla R. Penwell My Commission Expires: October 6, 2009
Notary Public Carla R. Penwell

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202