

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

API Well Number: 15-135-24604-00-00
Spot: E2E2NE Sec/Twnshp/Rge: 10-16S-24W
1260 feet from N Section Line, 150 feet from E Section Line
Lease Name: HARRIS HIGBEE Well #: 1
County: NESS Total Vertical Depth: 4570 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 8.625 218

\$ 148.53

Well Type: DH UIC Docket No: _____ Date/Time to Plug: 02/09/2007 12:30 PM

Plug Co. License No.: 33350 Plug Co. Name: SOUTHWIND DRILLING, INC.

Proposal Rcvd. from: DOUG ROBERTS Company: SOUTHWIND DRILLING, INC. Phone: (620) 564-3800

Proposed Plugging Method: 1ST PLUG AT 1840' WITH 50 SX CMT. 2ND PLUG AT 1100' WITH 80 SX CMT. 3RD PLUG AT 550' WITH 40 SX CMT. 4TH PLUG AT 250' 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.

Plugging Proposal Received By: RICHARD LACEY

WitnessType: COMPLETE (100%)

Date/Time Plugging Completed: 02/09/2007 2:45 PM

KCC Agent: RICHARD LACEY

Actual Plugging Report:

Perfs:

1ST PLUG AT 1840' WITH 50 SX CMT. 2ND PLUG AT 1100' WITH 80 SX CMT. 3RD PLUG AT 550' WITH 40 SX CMT. 4TH PLUG AT 250' 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.

INVOICED
DATE 2-27-07
INV. NO. 2007061407

RECEIVED
FEB 22 2007
KCC WICHITA

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

Plugged through: DP

District: 01

RECEIVED
FEB 12 2007
KCC Dodge City

Signed

Richard W. Lacey

(TECHNICIAN)

Form CP-200

PKT