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KANSAS CORPORATION COMMISSION

JUN 01 2007

CONSERVATION DIVISION
WICHITA

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
WELL PLUGGING APPLICATION

Please TYPE Form and File ONE Copy

Form CP-1
September 2003
This Form must be Typed
Form must be Signed
All blanks must be Filled

API # 15-069-07098-00-00 (Identifier Number of this well). This must be listed for wells drilled since 1967; if no API # was issued,

indicate original spud or completion date may 1949

Well Operator: Daystar Petroleum KCC License #: 30931
(Owner / Company Name) (Operator's)

Address: 1321 W. 93rd St. North City: Valley Center

State: KS Zip Code: 67147 Contact Phone: (620) 669 - 7391

Lease: Wagner Well #: 3 Sec. 23 Twp. 19S S. R. 12 East West

SE - NE - SW - Spot Location / QQQQ County: BARTON

1650 Feet (in exact footage) From North / South (from nearest outside section corner) Line of Section (Not Lease Line)

2970 Feet (in exact footage) From East / West (from nearest outside section corner) Line of Section (Not Lease Line)

Check One: Oil Well Gas Well D&A Cathodic Water Supply Well
 SWD Docket # _____ ENHR Docket # _____ Other: _____

Conductor Casing Size: _____ Set at: _____ Cemented with: _____ Sacks

Surface Casing Size: 85/8 Set at: 226 Cemented with: 105 Sacks

Production Casing Size: 51/2 Set at: 3363 Cemented with: 150 Sacks

List (ALL) Perforations and Bridgeplug Sets: CIBP @ 3251 LKC PERFS 3103-3158

Elevation: 1814 (G.L. / K.B.) T.D.: 3363' PBDT: 3251' Anhydrite Depth: 625'
(Stone Corral Formation)

Condition of Well: Good Poor Casing Leak Junk in Hole

Proposed Method of Plugging (attach a separate page if additional space is needed): Per KCC regulations

Is Well Log attached to this application as required? Yes No Is ACO-1 filed? Yes No

If not explain why? no well logs in file when we purchased the wells from Aladdin Petroleum.

Plugging of this Well will be done in accordance with K.S.A. 55-101 et. seq. and the Rules and Regulations of the State Corporation Commission.

List Name of Company Representative authorized to be in charge of plugging operations: Donald W. Sanders Sr.

Phone: (620) 669 - 7391

Address: 150 East Forest City / State: Sterling, KS

Plugging Contractor: Mike's Testong and Salvage KCC License #: 31529
(Company Name) (Contractor's)

Address: PO Box 467 Chase, KS 67524 Phone: (620) 938 - 2943

Proposed Date and Hour of Plugging (if known?): June 2007

Payment of the Plugging Fee (K.A.R. 82-3-118) will be guaranteed by Operator or Agent

Date: 5-30-07 Authorized Operator / Agent: Donald W. Sanders Sr.
(Signature)

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



Kathleen Sebelius, Governor Brian J. Moline, Chair Robert E. Krehbiel, Commissioner Michael C. Moffet, Commissioner

NOTICE OF RECEIPT OF WELL PLUGGING APPLICATION (CP-1)

DAYSTAR PETROLEUM, INC.
1321 W. 93 N.
PO BOX 360
VALLEY CENTER, KS 67147-0360

June 13, 2007

Re: WAGNER #3
API 15-009-07098-00-00
23-19S-12W, 1650 FSL 2970 FEL
BARTON COUNTY, KANSAS

Dear Operator:

This letter is to notify you that the Conservation Division has received your plugging proposal, form CP-1, for the above well and has reviewed the proposal for completeness. The central office will now forward your CP-1 to the district office listed below for review of the proposed plugging method. **Please contact the district office for approval of your proposed plugging method at least five (5) days before plugging the well, pursuant to K.A.R. 82-3-113(b). If a workover pit will be used during the plugging of the well it must be permitted. A CDP-1 form must be filed and approved prior to the use of the pit in accordance with K.A.R. 82-3-600.**

The Conservation Division's review of form CP-1, either in the central or district office, does not include an inquiry into well ownership or the filing operator's legal right to plug the well. This notice in no way constitutes authorization to plug the above well by persons not having legal rights of ownership or interest in the well. **This notice is void after 180 days from its date. The CP-1 filing does not bring the above well into compliance with K.A.R. 82-3-111 with regard to the Commission's temporary abandonment requirements.**

District: #4
2301 E. 13th
Hays, KS 67601
(785) 625-0550

Sincerely

Steve Bond

Production Department Supervisor