TO:

STATE CORPORATION COMMISSION **CONSERVATION DIVISION - PLUGGING**

130 SOUTH MARKET, SUITE 2078

WICHITA, KANSAS 67202

Operator License No.: 31725

Op Name: SHELBY RESOURCES LLC Address: 1658 COLE BLVD., STE 205

LAKEWOOD, CO 80401

API Well Number: 15-151-22271-00-00

Spot: N2SE

Sec/Twnshp/Rge: 35-27S-12W

1879 feet from S Section Line,

1350 feet from E Section Line

Lease Name: SCHMISSEUR FARMS

Well #: 1-35

Total Vertical Depth: 4500 feet

County: PRATT String Size

Depth (ft) Pulled (ft) Comment

SURF 13.38 222

146.25

Well Type: DH

UIC Docket No:

Date/Time to Plug: 06/29/2007 7:30 AM

Plug Co. License No.: 5142

Plug Co. Name: STERLING DRILLING COMPANY

Proposal Rcvd. from: LANNIE SALOGA

Company: STERLING DRILLING COMPANY

Phone: (620) 672-9508

Proposed 1ST PLUG AT 4410' WITH 50 SX CMT. 2ND PLUG AT 600' WITH 50 SX CMT. 3RD PLUG AT 240' WITH 50 SX Plugging CMT. 4TH PLUG AT 60' WITH 20 SX CMT. 5TH PLUG TO CIRCULATE RAT HOLE WITH 15 SX CMT. 6TH

Method: PLUG TO CIRCULATE MOUSE HOLE WITH 10 SX CMT.

Plugging Proposal Received By: LINDLEY REIMER

WitnessType: PARTIAL

Date/Time Plugging Completed: 06/29/2007 2:30 PM

KCC Agent: STEVE PFEIFER

Actual Plugging Report:

Perfs:

1ST PLUG AT 4410' WITH 50 SX CMT. 2ND PLUG AT 600' WITH 80 SX CMT. 3RD PLUG AT 240' WITH 100 SX CMT. 4TH PLUG AT 60' WITH 40 SX CMT. 5TH PLUG TO CIRCULATE RAT HOLE WITH 15 SX CMT. 6TH PLUG TO CIRCULATE MOUSE HOLE WITH 10 SX CMT.

Remarks:

USED 60/40 POZMIX 6% GEL 1/4# FLO SEAL BY BASIC ENERGY SERVICES.

Plugged through: DP

District: 01

6 2007 KCC Dodge Cit

Signed <

TECHNICIAN)

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JUL 13 2007

CONSERVATION DIVISION WICHITA, KS