

RECEIVED
KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
WELL PLUGGING APPLICATION
Please TYPE Form and File ONE Copy

SEP 07 2007

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

API # 15-135-23501-00-00 (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 10-01-90

Well Operator: Lee Phillips Oil Company KCC License #: 5215
(Owner / Company Name) (Operator's)

Address: 151 Whittier City: Wichita

State: Kansas Zip Code: 67207 Contact Phone: (316) 681-4470

Lease: Matthews "B" Well #: 2 Sec. 31 Twp. 16 S. R. 24 East West

SE - NW - SW - _____ Spot Location / QQQQ County: Ness

1659-749 Feet (in exact footage) From North / South (from nearest outside section corner) Line of Section (Not Lease Line)

990-3674 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: 8 5/8" Set at: 323 Cemented with: 225 Sacks

Production Casing Size: 5 1/2" Set at: 4501 Cemented with: 200 Sacks

List (ALL) Perforations and Bridgeplug Sets: _____

Elevation: 2519 (G.L. / K.B.) T.D.: 4505 PBTD: _____ Anhydrite Depth: 1864
(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): Will be plugged according to rules and regulations of the Kansas Corporation Commission

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

If not explain why? Cannot find Well Log - ACO-1 was not required when this well was drilled.

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: Gary Horchem

Phone: (785) 731-5312

Address: P.O. Box 187 City / State: Ransom, Kansas 67572

Plugging Contractor: Whitetail Crude, Inc. KCC License #: 31627
(Company Name) (Contractor's)

Address: P.O. Box 544, Ness City, Kansas Phone: (785) 707-983641

Proposed Date and Hour of Plugging (if known?): The Contractor can do the work before the year end.

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

Date: 9/06/07 Authorized Operator / Agent: Lee Phillips
(Signature)

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



CORPORATION COMMISSION

Kathleen Sebelius, Governor Thomas E. Wright, Chairman Michael C. Moffet, Commissioner Joseph F. Harkins, Commissioner

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

PHILLIPS, LEE E. DBA LEE PHILLIPS OIL COMPANY
151 WHITTIER STE 1400
WICHITA, KS 67207-1045

September 17, 2007

Re: MATTHEWS B #2
API 15-135-23501-00-00
31-16S-24W, 1749 FSL 3674 FEL
NESS 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 March 15, 2008. 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.

Sincerely,

Steve Bond
Production Department Supervisor

District: #1
210 E Frontview, Suite A
Dodge City, KS 67801
(620) 225-8888