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 - 135-24317-0000 _ (Identifier Number of this well). This must be listed for wells drilled since 1967; if no API # was issued, 12/6/04 indicate original spud or completion date_ Well Operator: Palomino Petroleum, Inc. KCC License #: 30742 (Owner / Company Name) Address: 4924 SE 84th St. ____ _{City:}_Newton State: Kansas Zip Code: 67114-8827 Contact Phone: (316) 799 - 1000 Lease: Anderson-Tillitson Sec. 28 Two 16 S. B. 24 Fast V West County:_Ness NE - NE ___ Spot Location / QQQQ 100 Feet (In exact footage) From

✓ North / South (from nearest outside section corner) Line of Section (Not Lease Line) 480 Feet (in exact footage) From ✓ East / West (from nearest outside section corner) Line of Section (Not Lease Line) Check One: ✓ Oil Well Cathodic Water Supply Well SWD Docket # ENHR Docket # ___ Other: ____ Conductor Casing Size: None _____ Cemented with: _____ Set at: Surface Casing Size: 8 5/8" _____ Cemented with: 185 Production Casing Size: 5 1/2" _____ Cemented with: 160 List (ALL) Perforations and Bridgeplug Sets: __ Elevation:_2530 (\(\subseteq \text{G.L.} \subseteq \text{K.B.} \) \(\text{TD} \). 4505 __ PBTD: _-____ Anhydrite Depth: 1870 Condition of Well: ✓ Good Poor Casing Leak Junk in Hole Proposed Method of Plugging (attach a separate page if additional space is needed): As according to the KCC rules and regulations. Is Well Log attached to this application as required? Ves No Is ACO-1 filed? Ves No If not explain why?_ 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: Patrick J. Gerstner __ Phone: (785) 798 - 5611 Address: 302 E. Sycamore _____ City / State: Ness City, KS 67530 Plugging Contractor: Allied Cementing Company, LLC _____ KCC License #:_____ Address: P. O. Box 31, Russell, KS 67665-0031 _ Phone: (785) 483 RECEIVED Proposed Date and Hour of Plugging (if known?): Unknown KANSAS CORPORATION COMMISSION Payment of the Plugging Fee (K.A.R. 82-3-118) will be guaranteed by Operator or Agent Date: 10/11/07 __ Authorized Operator / Agent: CONSERVATION DIVISION

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



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

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

PALOMINO PETROLEUM, INC. 4924 SE 84TH ST NEWTON, KS 67114-8827

October 17, 2007

Re: ANDERSON TILLITSON #1 API 15-135-24317-00-00 28-16S-24W, 100 FNL 480 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 April 14, 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

Steve Bond

Production Department Supervisor

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