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: 15-007-23174-00-00

Spot: NESWNE

Sec/Twnshp/Rge: 16-31S-14W

1594 feet from N Section Line,

1362 feet from E Section Line

Lease Name: JACOBS

Well #: 1-16

Total Vertical Depth: 583

Depth (ft) Pulled (ft) Comments String Size

COND 20

County: BARBER

84

35.00

feet

Well Type: LH

UIC Docket No:

Date/Time to Plug: 09/25/2004 9:00 AM

Plug Co. License No.: 32970

Plug Co. Name: H-D OILFIELD SERVICE, INC.

Company: SHELBY RESOURCES

Phone: (720) 274-4682

Plugging

Method:

Proposed FILL HOLE WITH CMT.

Proposal Rcvd. from: CHRIS GOTTSCHALK

Plugging Proposal Received By: STEVE PFEIFER

WitnessType: COMPLETE (100%)

Date/Time Plugging Completed: 09/25/2007 2:30 PM

KCC Agent: STEVE PFEIFER

Actual Plugging Report:

Perfs:

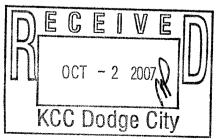
RAT HOLE DIGGERS SET 20" CONDUCTOR PIPE @ 84'. STERLING DRILLING CUTTING 12 1/2" HOLE BELOW CONDUCTOR 20"PIPE LOST CIRCULATION AT 583'. 20" CONDUCTOR PIPE FELL DOWN HOLE 3'. DRILLING RIG ALSO WENT DOWN HOLE 3'. MOVED RIG OFF HOLE TO DRILL REPLACEMENT WELL. MADE LOCATION READY TO PLUG. BROUGHT 20" CONDUCTOR PIPE BACK TO SURFACE. FILLED IN HOLE AROUND PIPE. PLUGGED RAT HOLE AND MOUSE HOLE. RUN IN 2 3/8" TUBING WITH KNOTCHED COLLAR. TAGGED BRIDGE @ 110'. CLEAN OUT HOLE TO 210'. CIRCULATED CMT FROM 210' TO SURFACE WITH 300 SX CMT.

Remarks:

USED 60/40 POZMIX 4% GEL BY ALLIED.

Plugged through: TBG

District: 01



Signed

RECEIVED

KANSAS CORPORATION COMMISSION Form CP-2/3

OCT 0 9 2007

CONSERVATION DIVISION WICHITA, KS