

**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 - 071-20666-00-00 (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 3-10-1997.

Well Operator: Horseshoe Operating, Inc. KCC License #: 4894

Address: 110 W. Louisiana, Ste. 200 (Owner / Company Name) City: Midland (Operator's)

State: Texas Zip Code: 79701 Contact Phone: (432) 683 - 1448

Lease: Kuder Well #: 2 Sec. 1 Twp. 18 S. R. 40 East West

- C - NE - SW Spot Location / QQQQ County: Greeley

1980 Feet (in exact footage) From North / South (from nearest outside section corner) Line of Section (Not Lease Line)

1980 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: 270 Cemented with: 175 Sacks

Production Casing Size: 4-1/2 Set at: 2946 Cemented with: 525 Sacks

List (ALL) Perforations and Bridgeplug Sets: _____

Elevation: 3544 (G.L. / K.B.) T.D.: 2980 PBTD: 2946 Anhydrite Depth: _____ (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): Fill 4-1/2" and 8-5/8" w/190 sxs 60/40 POZ, 4% gel 6 sxs hulls.

**RECEIVED
KANSAS CORPORATION COMMISSION**

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

NOV 09 2007

If not explain why? Sent in w/ ACO-1

CONSERVATION DIVISION
WICHITA, KS

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: Dave Olson

Phone: (620) 376 - 8190

Address: 110 W. Louisiana, Ste. 200 City / State: Midland, Tx 79701

Plugging Contractor: Allied Cementing KCC License #: 99996

Address: Russell, KS (Company Name) Phone: () - () (Contractor's)

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

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

Date: 11-6-07 Authorized Operator / Agent: S. Higgins & Burns (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)

HORSESHOE OPERATING, INC.
110 W LOUISIANA STE 200
MIDLAND, TX 79701-3414

November 13, 2007

Re: KUDER #2
API 15-071-20666-00-00
1-18S-40W, 1980 FSL 1980 FWL
GREELEY 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 May 11, 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