

**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 - 159-21,845 -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 Spud 06/24/1984.

Well Operator: Daystar Petroleum, Inc. (Owner / Company Name) KCC License #: 30931 (Operator's)

Address: P.O. Box 360 City: Valley Center

State: Kansas Zip Code: 67147-0360 Contact Phone: (316) 755 - 3492

Lease: Martenev Well #: 1 Sec. 5 Twp. 19 S. R. 6 East West

NW - NW - NW Spot Location / QQQQ County: Rice

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

330 Feet (in exact footage) From East / West (from nearest outside section corner) Line of Section (Not Lease Line)

per Oper - KCC-218
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: 214' Cemented with: to surface Sacks

Production Casing Size: 4 1/2" Set at: 3150' Cemented with: 110 Sacks

List (ALL) Perforations and Bridgeplug Sets: 3060.5'-3063.5'

Elevation: 1646' (G.L. / K.B.) T.D.: 3345' PBDT: 3153' 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): In accordance with the rules and regulations of the KCC.

RECEIVED
KANSAS CORPORATION COMMISSION

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

NOV 28 2007

If not explain why? On file with the KCC

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: Steve Bodine, Production Superintendent

Phone: (620) 793 - 2757

Address: P.O. Box 1285 City / State: Great Bend, KS 67530-1285

Plugging Contractor: Mike's Testing & Salvage, Inc. KCC License #: 31529

Address: P.O. Box 467, Chase, KS. 67524-0467 Phone: (620) 938 - 2943

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: 11/27/07 Authorized Operator / Agent: [Signature] (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)

DAYSTAR PETROLEUM, INC.
1321 W 93 N
PO BOX 360
VALLEY CENTER, KS 67147-9136

December 27, 2007

Re: MARTENEY #1
API 15-159-21845-00-00
5-19S-6W, 660 FNL 1320 FWL
RICE 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 June 24, 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: #2
3450 N. Rock Road, Suite 601
Wichita, KS 67226
(316) 630-4000