

TO: STATE CORPORATION COMMISSION  
CONSERVATION DIVISION - PLUGGING  
130 SOUTH MARKET, SUITE 2078  
WICHITA, KANSAS 67202

API Well Number: 15-065-23397-00-00  
Spot: SWNWNW Sec/Twnshp/Rge: 20-8S-24W  
990 feet from N Section Line, 330 feet from W Section Line  
Lease Name: PENLAND Well #: 3  
County: GRAHAM Total Vertical Depth: 4000 feet

Operator License No.: 34055  
Op Name: H & M PETROLEUM CORPORATION  
Address: 731 N WEBER ST, STE 200  
COLORADO SPGS, CO 80903

String	Size	Depth (ft)	Pulled (ft)	Comments
SURF	8.625	220		

130.00

Well Type: DH UIC Docket No: \_\_\_\_\_ Date/Time to Plug: 01/27/2008 9:00 AM  
Plug Co. License No.: 33575 Plug Co. Name: WW DRILLING, LLC  
Proposal Rcvd. from: CHUCK RHOADES Company: WW DRILLING, LLC Phone: (785) 743-6774

Proposed Plugging Method: Ordered 190 sxs 60/40 pozmix - 4% gel with 1/4# flocele per sack.  
Space all plugs with heavy drilling mud through drill pipe.

Plugging Proposal Received By: BRUCE BASYE WitnessType: NONE  
Date/Time Plugging Completed: 01/27/2008 1:00 PM KCC Agent: BRUCE BASYE

Actual Plugging Report:

1st. Plug at 2000' w/25 sxs.  
2nd. Plug at 1125' w/100 sxs.  
3rd. Plug at 270' w/40 sxs.  
4th. Plug at 40' w/10 sxs.  
Rathole with 15 sxs.

Perfs:

INVOICED  
DATE 2-8-08  
INV. NO. 2008061177

RECEIVED  
KANSAS CORPORATION COMMISSION

FEB 01 2008

CONSERVATION DIVISION  
WICHITA, KS

Remarks: QUALITY OILWELL CEMENTING.

Plugged through: DP

District: 04

Signed

Bruce D. Basye  
(TECHNICIAN)

Form CP-2/3

JAN 29 2008

PKT