TO:

STATE CORPORATION COMMISSION

CONSERVATION DIVISION - PLUGGING

130 SOUTH MARKET, SUITE 2078

WICHITA, KANSAS 67202

API Well Number: 15-101-20735-00-00

Spot: NESWSW

Sec/Twnshp/Rge: 16-19S-28W

990 feet from S Section Line,

Company: SWIFT SERVICES, INC.

990 feet from W Section Line

Lease Name: THOMAS

Well #: 2

County: LANE

Total Vertical Depth: 4710 feet

Operator License No.: 30742

Op Name: PALOMINO PETROLEUM, INC.

Address: 4924 SE 84TH ST

NEWTON, KS 67114

Proposal Revd. from: PATRICK J. GERSTNER

Depth (ft) Pulled (ft) Comments String Size WITH 225 SX CMT PROD 5.5 4680

SURF 8.625 328

WITH 225 SX CMT

Well Type: OIL

UIC Docket No:

Date/Time to Plug: 01/24/2008 1:00 PM

Plug Co. License No.: 32382

Plug Co. Name: SWIFT SERVICES, INC.

Phone: (785) 798-2300

Proposed PUMP 35 SX CMT & 200# HULLS. GEL SPACER TO ANHYDRITE. CMT TO SURFACE. 50 SX CMT FOR

Plugging BACKSIDE.

Method:

Plugging Proposal Received By: MICHAEL MAIER

WitnessType: COMPLETE (100%)

Date/Time Plugging Completed: 01/24/2008 4:00 PM

KCC Agent: MICHAEL MAIER

Actual Plugging Report:

** 400 SX CMT PUMPED DOWN BACKSIDE OF WELL. TEMP. SURVEY WAS COMPLETED. CMT AT 2000',** PUMPED DOWN 5 1/2" CASING WITH 35 SX CMT MIXED WITH 200# HULLS. DISPLACED WITH 16 SX GEL TO 2000', AND THEN

PUMP 200 SX CMT. ON A SLIGHT VACUUM. TIED ONTO BACKSIDE & PUMPED 1/8 BBL & PRESSURED TO 800# & HELD. MEASURED TOC ON 1/28/08 AT 650'. TOP OFF

5 1/2" WITH 60 SX CMT.

Perfs:

Top Thru Comments Bot

4383 4389

RECEIVED KANSAS CORPORATION COMMISSION

FEB 2 7 2008

CONSERVATION DIVISION WICHITA, KS

Remarks:

USED 60/40 POZMIX 4% GEL BY SWIFT SERVICES.

Plugged through: CSG

District: 01

Signed ////

(TECHNICIAN)

Form C