

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 - 079-00343 0000 (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 12/22/1961 Comp

Well Operator: Palomino Petroleum, Inc. KCC License #: 30742
(Owner / Company Name) (Operator's)

Address: 4924 SE 84th Street City: Newton

State: KS Zip Code: 67114-8827 Contact Phone: (316) 799 - 1000

Lease: Eilert Well #: 7 Sec. 35 Twp. 24S S. R. 2 East West

SE - NW - SW - Spot Location / QQQQ County: Harvey

1650 Feet (in exact footage) From North / South (from nearest outside section corner) Line of Section (Not Lease Line)

4290 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" Set at: 129' Cemented with: _____ Sacks

Production Casing Size: 5-1/2" Set at: 2865' Cemented with: _____ Sacks

List (ALL) Perforations and Bridgeplug Sets: Not available

Elevation: 1391 (G.L. / K.B.) T.D.: 2867' PBTD: _____ Anhydrite Depth: Not available
(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): as per KCC orders.

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

If not explain why? Not available

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: Ed Nemnich/Joe Strube

Phone: (620) 587 - 3361

Address: P.O. Box 231 City / State: Claffin, KS

Plugging Contractor: D.S. & W. Well Servicing, Inc. KCC License #: 6901
(Company Name) (Contractor's)

Address: P.O. Box 231, Claffin, KS 67525 Phone: (620) 587 - 3361

Proposed Date and Hour of Plugging (if known?): As soon as plugging orders can be made available.

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

Date: 08/23/07 Authorized Operator / Agent: [Signature]
(Signature)

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

RECEIVED
KANSAS CORPORATION COMMISSION

AUG 27 2007

CONSERVATION DIVISION
WICHITA, KS



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)

PALOMINO PETROLEUM, INC.
4924 SE 84TH ST
NEWTON, KS 67114-8827

September 10, 2007

Re: EILERT #7
API 15-079-00343-00-00
35-24S-2E, 1650 FSL 4290 FEL
HARVEY 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 March 8, 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