

Notice: Fill out COMPLETELY and return to Conservation Division at the address below within 60 days from plugging date.

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION WELL PLUGGING RECORD K.A.R. 82-3-117

Form CP-4 December 2003 Type or Print on this Form Form must be Signed All blanks must be Filled

065-01503-00-01

Lease Operator: Clipper Energy LLC

API Number: 15 - 030001

Address: 3838 Oak Lawn Ave., Suite 1310, Dallas, TX 75219

Lease Name: DeYoung

Phone: (214) 220-1080 Operator License #: 33979

Well Number: 11

Type of Well: Oil - Failed Re-entry DH KCCPRT PER CP2/3 Docket #: (Oil, Gas D&A, SWD, ENHR, Water Supply Well, Cathodic, Other) (If SWD or ENHR)

Spot Location (QQQQ): - SW - NW - NE

900 Feet from [X] North / [] South Section Line

2,310 Feet from [X] East / [] West Section Line

The plugging proposal was approved on: 7-22-08 - Verbal (Date)

Sec. 33 Twp. 9s S. R. 21 [] East [X] West

by: Approved & Witnessed by Rich Williams (KCC District Agent's Name)

County: Graham

Is ACO-1 filed? [X] Yes [] No If not, is well log attached? [] Yes [X] No

Date Well Completed: n/a

Plugging Commenced: 7/22/08

Plugging Completed: 7/22/08

Producing Formation(s): List All (If needed, attach another sheet) Depth to Top: Bottom: T.D.

Show depth and thickness of all water, oil and gas formations.

Table with columns: Oil, Gas or Water Records (Formation, Content) and Casing Record (Surface Conductor & Production) (From, To, Size, Put In, Pulled Out)

Describe in detail the manner in which the well is plugged, indicating where the mud fluid was placed and the method or methods used in introducing it into the hole.

Failed re-entry - Washed & reamed open hole to 833'. Could not find top of cut-off 5-1/2" casing. Ran open-ended to 833'. Set 190 sx plug, 60/40 Poz A with 4% gel, from 833' to surface. POH & top out hole w/ cmt. Cap well.

KCCPRT PER CP2/3

RECEIVED KANSAS CORPORATION COMMISSION

Name of Plugging Contractor: Allied Cementing Alliance Well Service Inc License #: n/a-34082 AUG 1 1 2008

Address: PO Box 31, Russell, KS 67665 CONSERVATION DIVISION WICHITA, KS

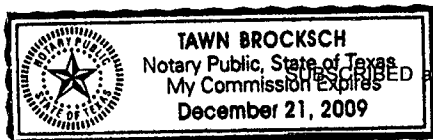
Name of Party Responsible for Plugging Fees: Clipper Energy, LLC

State of Texas County, Dallas, ss.

Jay Pulte (Employee of Operator) or (Operator) on above-described well, being first duly sworn on oath, says: That I have knowledge of the facts statements, and matters herein contained, and the log of the above-described well is as filed, and the same are true and correct, so help me God.

(Signature) Jay Pulte

(Address) 3838 Oak Lawn Ave., Suite 1310, Dallas, TX 75219



and SWORN TO before me this 6th day of August, 2008

Tawn Brocksch My Commission Expires: 12/21/09 Notary Public

Handwritten initials/signature in bottom right corner.

ALLIED CEMENTING CO., LLC. 042792

REMIT TO P.O. BOX 31
RUSSELL, KANSAS 67665

SERVICE POINT:
Russell KS

| | | | | | | | |
|--|------------------|---------------|--|------------|----------------------|-------------------------|--------------------------|
| DATE <u>7-22-08</u> | SEC. <u>33</u> | TWP. <u>9</u> | RANGE <u>21</u> | CALLED OUT | ON LOCATION | JOB START <u>8:45am</u> | JOB FINISH <u>9:15am</u> |
| LEASE <u>D-Young</u> | WELL # <u>11</u> | | LOCATION <u>Palco KS VC Red line 5.4</u> | | COUNTY <u>Graham</u> | STATE <u>KS</u> | |
| <input checked="" type="radio"/> OLD OR NEW (Circle one) | | | <u>West South into</u> | | | | |

CONTRACTOR Alliance Well Service
 TYPE OF JOB Plug Well
 HOLE SIZE _____ T.D. _____
 CASING SIZE 8 5/8 DEPTH _____
 TUBING SIZE 2 7/8 DEPTH 833'
 DRILL-PIPE _____ DEPTH _____
 TOOL _____ DEPTH _____
 PRES. MAX _____ MINIMUM _____
 MEAS. LINE _____ SHOE JOINT _____
 CEMENT LEFT IN CSG. _____
 PERFS. _____
 DISPLACEMENT _____

OWNER _____
 (Used 190 sk cement)
 CEMENT _____
 AMOUNT ORDERED 300 60/40 4% Gel

EQUIPMENT

PUMP TRUCK CEMENTER John Roberts
 # 409 HELPER Shane
 BULK TRUCK _____
 # 396 DRIVER Doug
 BULK TRUCK _____
 # _____ DRIVER _____

| | | | | |
|----------|--------------------|---|--------------|----------------|
| COMMON | <u>114</u> | @ | <u>13.50</u> | <u>1539.00</u> |
| POZMIX | <u>76</u> | @ | <u>7.35</u> | <u>573.00</u> |
| GEL | <u>7</u> | @ | <u>20.25</u> | <u>141.75</u> |
| CHLORIDE | | @ | | |
| ASC | | @ | | |
| | | @ | | |
| | | @ | | |
| | | @ | | |
| | | @ | | |
| | | @ | | |
| | | @ | | |
| | | @ | | |
| HANDLING | <u>310</u> | @ | <u>2.25</u> | <u>697.50</u> |
| MILEAGE | <u>100/sk/mile</u> | | | <u>1550.00</u> |
| TOTAL | | | | <u>4502.05</u> |

REMARKS:

Ran 2 7/8 Tubing to 833' and mix 180 sk cement to circulate cement to surface. Pulled tubing out of hole. Mix 10 sk cement down casing to top off. Used 190 sk cement.

Thanks!

CHARGE TO: Clipper
 STREET _____
 CITY _____ STATE _____ ZIP _____

SERVICE

| | | |
|-------------------------|---|----------------|
| DEPTH OF JOB _____ | | |
| PUMP TRUCK CHARGE _____ | | <u>875.00</u> |
| EXTRA FOOTAGE _____ | @ | |
| MILEAGE <u>50</u> _____ | @ | <u>7.50</u> |
| MANIFOLD _____ | @ | |
| | @ | |
| | @ | |
| TOTAL | | <u>1250.00</u> |



PLUG & FLOAT EQUIPMENT

| | | |
|-------|---|--|
| _____ | @ | |
| _____ | @ | |
| _____ | @ | |
| _____ | @ | |
| _____ | @ | |
| TOTAL | | |

To Allied Cementing Co., LLC.
 You are hereby requested to rent cementing equipment and furnish cementer and helper(s) to assist owner or contractor to do work as is listed. The above work was done to satisfaction and supervision of owner agent or contractor. I have read and understand the "GENERAL TERMS AND CONDITIONS" listed on the reverse side.

PRINTED NAME Joel Lawhorn
 SIGNATURE Joel Lawhorn

SALES TAX (If Any) _____
 TOTAL CHARGES _____
 DISCOUNT _____ IF PAID IN 30 DAYS