

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

API Well Number: 15-007-23374-00-00
Spot: N2N2SW Sec/Twnshp/Rge: 16-31S-11W
2310 feet from S Section Line, 3960 feet from E Section Line
Lease Name: WATKINS Well #: 1
County: BARBER Total Vertical Depth: 3918 feet

Operator License No.: 3372
Op Name: DIXON ENERGY, INC.
Address: 8100 E 22ND N BLDG 300, STE 200
WICHITA, KS 67226

String	Size	Depth (ft)	Pulled (ft)	Comments
SURF	8.625	316		

127.34

Well Type: DH UIC Docket No: _____ Date/Time to Plug: 10/05/2008 7:45 PM
Plug Co. License No.: 5822 Plug Co. Name: VAL ENERGY, INC.
Proposal Rcvd. from: RANDY MARTIN Company: VAL ENERGY, INC. Phone: (316) 263-6688

Proposed Plugging Method: 1ST PLUG AT 690' WITH 50 SX CMT. 2ND PLUG AT 330' WITH 50 SX CMT. 3RD PLUG AT 60' WITH 20 SX CMT. 4TH PLUG TO CIRCULATE RAT HOLE WITH 15 SX CMT. 5TH PLUG TO CIRCULATE MOUSE HOLE WITH 10 SX CMT.

Plugging Proposal Received By: STEVE DURRANT WitnessType: NONE
Date/Time Plugging Completed: 10/05/2008 9:15 PM KCC Agent: STEVE DURRANT

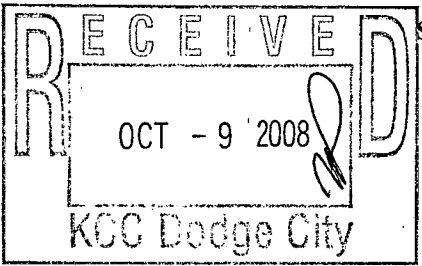
Actual Plugging Report:
1ST PLUG AT 690' WITH 50 SX CMT. 2ND PLUG AT 330' WITH 50 SX CMT. 3RD PLUG AT 60' WITH 20 SX CMT. 4TH PLUG TO CIRCULATE RAT HOLE WITH 15 SX CMT. 5TH PLUG TO CIRCULATE MOUSE HOLE WITH 10 SX CMT.

Perfs:
INVOICED
DATE 10-29-08
INV. NO. 2009060630

RECEIVED
OCT 14 2008
KCC WICHITA

Remarks: USED 60/40 POZMIX 4% GEL BY BASIC ENERGY.
Plugged through: DP

District: 01 Signed Steve Durrant (TECHNICIAN)



PKT