TO:

STATE CORPORATION COMMISSION **CONSERVATION DIVISION - PLUGGING**

130 SOUTH MARKET, SUITE 2078

WICHITA, KANSAS 67202

Operator License No.: 30742

Op Name: PALOMINO PETROLEUM, INC.

Address: 4924 SE 84TH ST **NEWTON, KS 67114**

String Size SURF 8.625

Lease Name: STIEBEN

Spot: NESWSWSW

223

Depth (ft) Pulled (ft) Comments

Sec/Twnshp/Rge: 10-20S-22W

Total Vertical Depth: 4470 feet

610 feet from W Section Line

Well #: 1

County: NESS

610 feet from S Section Line,

API Well Number: 15-135-24863-00-00

WITH 160 SX CMT

145.28

Well Type: DH

UIC Docket No:

Date/Time to Plug: 11/08/2008 8:00 PM

Perfs:

Plug Co. License No.: 33350

Plug Co. Name: SOUTHWIND DRILLING, INC.

Proposal Revd. from: FRANK ROME

Company: SOUTHWIND DRILLING, INC.

Phone: (620) 566-7324

Plugging

Proposed 1ST PLUG AT 1500' WITH 50 SX CMT. 2ND PLUG AT 720' WITH 80 SX CMT. 3RD PLUG AT 260' WITH 50 SX CMT. 4TH PLUG AT 60' WITH 20 SX CMT. 5TH PLUG TO CIRCULATE RAT HOLE WITH 15 SX CMT. 6TH

Method: PLUG TO CIRCULATE MOUSE HOLE WITH 10 SX CMT.

Plugging Proposal Received By: LINDLEY REIMER

Date/Time Plugging Completed: 11/08/2008 10:00 PM

WitnessType: NONE

KCC Agent: LINDLEY REIMER

Actual Plugging Report:

1ST PLUG AT 1500' WITH 50 SX CMT. 2ND PLUG AT 720' WITH 80 SX CMT. 3RD PLUG AT 260' WITH 50 SX CMT. 4TH PLUG AT 60' WITH 20 SX CMT. 5TH PLUG TO CIRCULATE RAT HOLE WITH 15 SX CMT. 6TH PLUG TO CIRCULATE MOUSE HOLE WITH 10 SX CMT.

> INVOICED DATE 12-22-08 INV. NO. 2009060880

RECEIVED KANSAS CORPORATION COMMISSION

NOV 2 4 2008

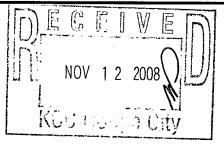
CONSERVATION DIVISION WICHITA, KS

Remarks:

USED 60/40 POZMXI 4% GEL 1/4# FLO SEAL BY ALLIED.

Plugged through: DP

District: 01



Signed

(TECHNICIAN)

Form CF