KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form CDP-4 April 2004 Form must be Typed

CLOSURE OF SURFACE PIT

| Operator Name: Palomino Petroleum, Inc. | License Number: 30742 |
|--|--|
| Operator Address: 4924 SE 84th St., Newton, Kansas 67114-8827 | |
| Contact Person: Klee R. Watchous | Phone Number: (316) 799 - 1000 |
| Permit Number (API No. if applicable): 15-135-24618-0000 | Lease Name & Well No.: Nyle #1 |
| Type of Pit: | Pit Location (QQQQ): |
| Emergency Pit Burn Pit | <u>SE . SW . NE</u> |
| ☐ Settling Pit ✓ Drilling Pit | Sec. 29 _Twp. 17S _R. 23 East |
| Workover Pit Haul-Off Pit | 2460 Feet from 🗸 North / 🗌 South Line of Section |
| | Feet from ✓ East / West Line of Section |
| | Ness County |
| Date of closure: November 17, 2007 Was an artificial liner used? Yes No If no, how were the sides and bottom sealed to prevent downward migration of the pit contents? Native muds and clays. RECEIVED KANSAS CORPORATION COMMISSION NOV 2 1 2007 | |
| Abandonment procedure of pit: | CONSERVATION DIVISION WICHITA, KS |
| Backfilled and releveled location. | |
| The undersigned hereby certifies that he she is President | |
| a duly authorized agent, that all information shown hereon is true and correct to the best of his her knowledge and belief. Signature of Applicant or Agent | |
| Subscribed and sworn to me on this 20th day of November, 2007 | |
| NOTARY PUBLIC - State of Kansas CARLA R. PENWELL My Appt. Expires 10-6-09 | Notary Public Carla R. Penwell |
| My Commission Expires: October 6, 2009 | |