KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

CLOSURE OF SURFACE PIT

Form CDP-4
April 2004
Form must be Typed

Operator Name: Palomino Petroleum, Inc.	License Number: 30742
Operator Address: 4924 SE 84th St.	
Contact Person: Klee R. Watchous	Phone Number: (316) 799 - 1000
Permit Number *(API No. if applicable)*: 15-135-24729 - 00 - 00	Lease Name & Well No.: Davison #1 SWD

Type of Pit:

- [ ] Emergency Pit
- [ ] Burn Pit
- [ ] Settling Pit
- [x] Drilling Pit
- [ ] Workover Pit
- [ ] Haul-Off Pit

Pit Location (QQQQ): W/2 - SW - SE -

Sec. 16 Twp. 19S R. 24 [ ] East [x] West

720 Feet from [ ] North / [x] South Line of Section

2310 Feet from [x] East / [ ] West Line of Section

Ness County

Date of closure: November 20, 2008

Was an artificial liner used? [ ] Yes [x] 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 26 2008
CONSERVATION DIVISION
WICHITA, KS

Abandonment procedure of pit:

Backfilled and releveled location.

The undersigned hereby certifies that he/she is President for Palomino Petroleum, Inc. (Co.), a duly authorized agent, that all information shown hereon is true and correct to the best of his/her knowledge and belief.

NOTARY PUBLIC - State of Kansas
CARLA R. PENWELL
My Appt. Expires 10-6-09

Klee R. Watchous
Signature of Applicant or Agent

Subscribed and sworn to me on this 25th day of November, 2008

Carla R. Penwell
Notary Public Carla R. Penwell

My Commission Expires: October 6, 2009

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