KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form CDP-4 April 2004 Form must be Typed

CLOSURE OF SURFACE PIT

| Operator Name: VAL ENERGY, INC | License Number: 5822 |
|--|---|
| Operator Address: 200 W. DOUGLAS SUITE 520 WICHITA, KS 67202 | |
| Contact Person: TODD ALLAM | Phone Number: (316) 263 - 6688 |
| Permit Number (API No. if applicable): 15-007-23266 000 | Lease Name & Well No.: THOM B #1-7 |
| Type of Pit: | Pit Location (QQQQ): |
| Emergency Pit Burn Pit | NE SW NW |
| Settling Pit | Sec. 7 Twp. 34S R. 10 East West |
| Workover Pit Haul-Off Pit | 2145 Feet from ✓ North / ☐ South Line of Section |
| | 495 Feet from East / ✓ West Line of Section |
| | BARBER County |
| Date of closure: 8/27/2008 Was an artificial liner used? ☐ Yes ✓ No If no, how were the sides and bottom sealed to prevent downward migration of the pit contents? | |
| Abandonment procedure of pit: | RECEIVED KANSAS CORPORATION COMMISSION SEP 0 2 2008 |
| LET DRY AND COVER | CONSERVATION DIVISION |
| | WICHITA, KS |
| The undersigned hereby certifies that he / she is TODD ALLAM | forVAL ENERGY, INC(Co.), |
| 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 | August , 2008 Dotary Public |