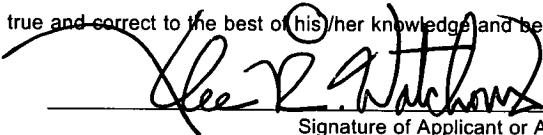

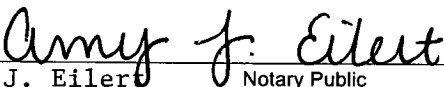


**KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION  
CLOSURE OF SURFACE PIT**

Form CDP-4  
April 2004  
Form must be Typed

Operator Name: <b>Palomino Petroleum, Inc.</b>	License Number: <b>30742</b>
Operator Address: <b>4924 SE 84th St., Newton, Kansas 67114-8827</b>	
Contact Person: <b>Klee R. Watchous</b>	Phone Number: ( <b>316</b> ) <b>799 - 1000</b>
Permit Number (API No. if applicable): <b>15-101-22064-0000</b>	Lease Name & Well No.: <b>Ahnert Paris #1</b>
Type of Pit:  <input type="checkbox"/> Emergency Pit <input type="checkbox"/> Burn Pit  <input type="checkbox"/> Settling Pit <input checked="" type="checkbox"/> Drilling Pit  <input type="checkbox"/> Workover Pit <input type="checkbox"/> Haul-Off Pit	Pit Location (QQQQ):  <u>N/2</u> - <u>N/2</u> - <u>S/2</u> - _____  Sec. <u>11</u> Twp. <u>19</u> R. <u>29</u> <input type="checkbox"/> East <input checked="" type="checkbox"/> West  <u>2270</u> Feet from <input type="checkbox"/> North / <input checked="" type="checkbox"/> South Line of Section  <u>2580</u> Feet from <input type="checkbox"/> East / <input checked="" type="checkbox"/> West Line of Section  Lane _____ County _____
Date of closure: <u>July 30, 2008</u>	
Was an artificial liner used? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
If no, how were the sides and bottom sealed to prevent downward migration of the pit contents? <b>Native muds and clays.</b>	
Abandonment procedure of pit: <b>Backfilled and releveled location.</b>	
RECEIVED KANSAS CORPORATION COMMISSION  <b>AUG 18 2008</b>  CONSERVATION DIVISION WICHITA, KS	
The undersigned hereby certifies that <u>she</u> is <u>President</u> for <u>Palomino Petroleum, Inc.</u> (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 <u>15th</u> day of <u>August</u> , <u>2008</u>	
	 _____ Amy J. Eilert      Notary Public
My Commission Expires: <u>April 21, 2012</u>	