

**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., Newton, Kansas 67114-8827	
Contact Person: Klee R. Watchous	Phone Number: (316) 799 - 1000
Permit Number (API No. if applicable): 15-063-21681-0000	Lease Name & Well No.: Cheney-Garvey #1
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): SE NE NW Sec. 12 Twp. 15 R. 27 <input type="checkbox"/> East <input checked="" type="checkbox"/> West 1150 Feet from <input checked="" type="checkbox"/> North / <input type="checkbox"/> South Line of Section 2310 Feet from <input type="checkbox"/> East / <input checked="" type="checkbox"/> West Line of Section Gove _____ County

Date of closure: July 25, 2008

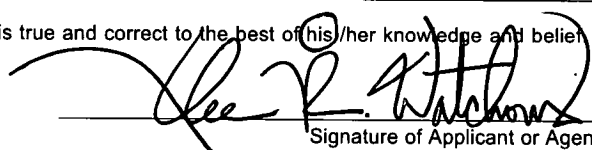
Was an artificial liner used? Yes No

If no, how were the sides and bottom sealed to prevent downward migration of the pit contents?
Native muds and clays.

Abandonment procedure of pit:
Backfilled and releveled location.


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 KANSAS CORPORATION COMMISSION
AUG 18 2008
 CONSERVATION DIVISION
 WICHITA, KS

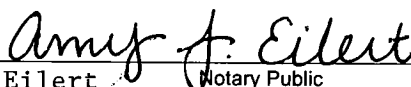
The undersigned hereby certifies that he / she is President for Palomino Petroleum, Inc. (Co.), a duly authorized agent, that all information shown hereon is true and correct to the best of his/her knowledge and belief.



 Signature of Applicant or Agent

Subscribed and sworn to me on this 15th day of August, 2008





 Amy J. Eilert Notary Public

My Commission Expires: April 21, 2012