

Notice: Fill out COMPLETELY and return to Conservation Division at the address below within 60 days from plugging date.

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION WELL PLUGGING RECORD K.A.R. 82-3-117

Form CP-4 December 2003 Type or Print on this Form Form must be Signed All blanks must be Filled

Lease Operator: Palomino Petroleum, Inc.

Address: 4924 SE 84th St., Newton, Kansas 67114-8827

Phone: (316) 799-1000 Operator License #: 30742

Type of Well: D & A Docket #: None (Oil, Gas D&A, SWD, ENHR, Water Supply Well, Cathodic, Other) (If SWD or ENHR)

The plugging proposal was approved on: December 1, 2008 (Date)

by: Bruce Basye (KCC District Agent's Name)

Is ACO-1 filed? Yes No If not, is well log attached? Yes No

Producing Formation(s): List All (If needed attach another sheet)

Depth to Top: Bottom: T.D. (repeated three times)

API Number: 15 - 065-23511 - 0000

Lease Name: Nighswonger

Well Number: 1

Spot Location (QQQQ): SE - SE - NW - SW 1410 Feet from North / South Section Line

1280 Feet from East / West Section Line

Sec. 7 Twp. 6 S. R. 22 East West

County: Graham

Date Well Completed: 12/4/08

Plugging Commenced: 12/5/08 @ 7:00 a.m.

Plugging Completed: 12/5/08 @ 9:45 a.m.

Show depth and thickness of all water, oil and gas formations.

Table with columns: Oil, Gas or Water Records (Formation, Content) and Casing Record (Surface Conductor & Production) (From, To, Size, Put In, Pulled Out)

Describe in detail the manner in which the well is plugged, indicating where the mud fluid was placed and the method or methods used in introducing it into the hole.

Commenced plugging 12/5/08 @ 7:00 a.m. 1st stage 25 sx @ 2010', 2nd stage 100 sx @ 1220', 3rd stage 40 sx @ 290', 4th stage 10 sx @ 40', 30 sx in rathole. Total of 205 sx of 60/40 poz. - 4% gel - 1/4# per sx Flo-seal. Plugging completed 12/5/08 @ 9:45 a.m. by Quality Cementing.

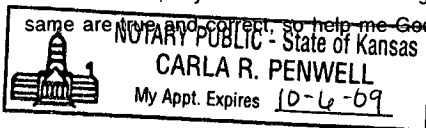
Name of Plugging Contractor: American Eagle Drilling LLC License #: 33493

Address: 233 S. 4th, P. O. Box 307, Wakeeney, KS 67672

Name of Party Responsible for Plugging Fees: Palomino Petroleum, Inc. KCC PRT PER CD 2/3

State of Kansas County, Harvey, ss. KCC WICHITA

Klee R. Watchous (Employee of Operator) or (Operator) on above-described well, being first duly sworn on oath, says: That I have knowledge of the facts statements, and matters herein contained, and the log of the above-described well is as filed, and the same are true and correct, so help me God.



(Signature) Klee R. Watchous

(Address) 4924 SE 84th St., Newton, Kansas 67114-8827

SUBSCRIBED and SWORN TO before me this 19th day of March, 2009

Carla R. Penwell My Commission Expires: October 6, 2009 Notary Public Carla R. Penwell

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