

SOUTHWIND DRILLING, INC.

RIG #1

PO Box 276, Ellinwood, KS 67526
Office Phone 620-564-3800, Fax 620-564-3845

DRILLING REPORT

Hopper #2

Location: 410' FNL & 1015' FWL
API#: 15-135-24546-00-00

Section 11-18S-24W
Ness County, Kansas

OWNER: : Palomino Petroleum, Inc.
CONTRACTOR: Southwind Drilling, Inc. Rig #1

COMMENCED: 10-06-06
COMPLETED: 10-14-06

TOTAL DEPTH: Driller: 4500'
Logger: 4502'

Ground Elevation: 2353'
KB Elevation: 2363'

LOG:

0'	-	295'	Sand
295'	-	1000'	Shale
1000'	-	1655'	Sand/Shale
1655'	-	1693'	Anhydrite
1693'	-	2227'	Lime
2227'	-	3185'	Shale
3185'	-	3425'	Shale/Lime
3425'	-	4376'	Shale
4376'	-	4500'	Lime/Shale
		4500'	RTD

CASING RECORDS

Surface casing - 8 5/8"

Ran 5 joints of 24# new 8 5/8" surface casing. Tally @ 212'. Set @ 224'. Cement with 160 sacks of common, 2% gel, 3% calcium chloride. Cement did circulate. Plug down @ 8:30 pm on 10-06-06 by Allied Cementing (tk# 26326).

Production casing - 5 1/2"

None - plugged well

DEVIATION SURVEYS

1/2 degree (s) @ 227'
1 degree (s) @ 4376'

RECEIVED
KANSAS CORPORATION COMMISSION
OCT 20 2006
CONSERVATION DIVISION
WICHITA, KS