

KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION

Form CDP-4  
April 2004  
Form must be Typed

**CLOSURE OF SURFACE PIT**

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>15-135-24863 0000</b>	Lease Name & Well No.: <b>Stieben #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): <b>NE - SW - SW - SW</b> Sec. <b>10</b> Twp. <b>20S</b> R. <b>22</b> <input type="checkbox"/> East <input checked="" type="checkbox"/> West <b>610</b> Feet from <input type="checkbox"/> North / <input checked="" type="checkbox"/> South Line of Section <b>610</b> Feet from <input type="checkbox"/> East / <input checked="" type="checkbox"/> West Line of Section <b>Ness</b> County

Date of closure: February 17, 2009

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.**

RECEIVED  
MAR 12 2009  
KCC WICHITA

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.

*Klee R. Watchous*  
Signature of Applicant or Agent

Subscribed and sworn to me on this 10th day of March, 2009

NOTARY PUBLIC - State of Kansas  
CARLA R. PENWELL  
My Appt. Expires 10-6-09

*Carla R. Penwell*  
Notary Public Carla R. Penwell

My Commission Expires: October 6, 2009