RIGINAL

Form ACO-1 September 1999

WELL COMPLETION FORM

WELL HISTORY - DESCRIPTION OF WELL & LEASE

Operator: License # 30742	API No. 15 - 185-23358-0000
Name: Palomino Petroleum, Inc.	County: Stafford
Address: 4924 SE 84th St.	
City/State/Zip: Newton, Kansas 67114-8827	1060 feet from S / (N) (circle one) Line of Section
Purchaser: NCRA	feet from E / (W)(circle one) Line of Section
Operator Contact Person: Klee R. Watchous	_ Footages Calculated from Nearest Outside Section Corner:
Phone: (_316) _799-1000	(circle one) NE SE (NW) SW
Contractor: Name: Southwind Drilling, Inc.	Lease Name: Pundsack-Stoss Well #: 1
License: 33350	
Wellsite Geologist: Robert A. Schreiber	Producing Formation: Arbuckle
Designate Type of Completion:	Elevation: Ground: 1917 Kelly Bushing: 1926
✓ New Well Re-Entry Workover	Total Depth: 3791 Plug Back Total Depth:
✓ Oil SWD SIOW Temp. Abd.	Amount of Surface Pipe Set and Cemented at 350 Feet
Gas ENHR SIGW	Multiple Stage Cementing Collar Used? Yes ✓ No
Dry Other (Core, WSW, Expl., Cathodic, etc)	If yes, show depth setFeet
If Workover/Re-entry: Old Well Info as follows:	If Alternate II completion, cement circulated from
Operator:	feet depth tow/sx cmt.
Well Name:	
Original Comp. Date: Original Total Depth:	Drilling Fluid Management Plan
Deepening Re-perf Conv. to Enhr./SWD	Chloride content ppm Fluid volume bbls
Plug Back Plug Back Total Depth	Dewatering method used
Commingled Docket No	
Dual Completion Docket No	Location of fluid disposal if hauled offsite:
Other (SWD or Enhr.?) Docket No	Operator Name:
5/1/06 5/9/06 5/9/06	Lease Name: License No.:
5/1/06 5/9/06 5/9/06 Spud Date or Date Reached TD Completion Date or	Quarter Sec TwpS. R 🗌 East 🗌 West
Recompletion Date Recompletion Date	County: Docket No.:
Kansas 67202, within 120 days of the spud date, recompletion, wor Information of side two of this form will be held confidential for a period 107 for confidentiality in excess of 12 months). One copy of all wireline I TICKETS MUST BE ATTACHED. Submit CP-4 form with all plugged w	with the Kansas Corporation Commission, 130 S. Market - Room 2078, Wichita, kover or conversion of a well. Rule 82-3-130, 82-3-106 and 82-3-107 apply. of 12 months if requested in writing and submitted with the form (see rule 82-3-logs and geologist well report shall be attached with this form. ALL CEMENTING vells. Submit CP-111 form with all temporarily abandoned wells.
herein are complete and correct to the best of my knowledge.	guilate the oil and gas industry have been fully complied with and the statements
Signature: Lee L. Julking	KCC Office Use ONLY
Title: President Date: July 26, 20	Letter of Confidentiality Received
Subscribed and sworn to before me this 26th day ofJuly	If Denied, Yes
	Wireline Log Received
$ \begin{array}{cccccccccccccccccccccccccccccccccccc$	Geologist Report Received RECEIVED
Notary Public: Carla R. Carla R.	Penwell JUL 2 7 2006
NOTARY PUBLIC - State of Kansas CATTA R. CATT	KCC WICHITA

Operator Name: Palor	mino Petroleum,	Inc.	100	Leas	e Name:_	Pundsack-	Well #: 1		. <u> </u>		
Sec. 19 Twp. 21				Coun	ty: Staffo	ord					
INSTRUCTIONS: Sho tested, time tool open a temperature, fluid reco Electric Wireline Logs s	and closed, flowing very, and flow rate	g and shut- s if gas to	in pressures, surface test, a	whether : long with	shut-in pro	essure reach	ned static level, h	nydrostatic pressu	res, bottor	m hole	
Drill Stem Tests Taken (Attach Additional St	neets)	✓ Ye	es No	`	Vι	og Forr	mation (Top), De	oth and Datum		Sample	
Samples Sent to Geolo	,	· ✓ Ye	es 🗌 No		Nam Anh			Тор 817		Datum +1109)	
Cores Taken		∏Ye	s 🗸 No		1	e Anhy.		840	•	+1086)	
Electric Log Run		✓ Ye	. =		How	•		2870	•	- 944)	
(Submit Copy)					Торе	eka		2948	(-	-1022)	
List All E. Logs Run:					Hee	bner		3234	(-	-1308)	
Radiation Guar	d, Micro				Tord	onto		3254	(-	-1328)	
	,				Brov	vn Lime		3354	(-	-1428)	
					LKC			3364	(-	-1438)	
		Repor	CASING t all strings set-c			_					
Purpose of String	Size Hole Drilled		e Casing (In O.D.)		eight, s. / Ft.	Setting Depth	Type of Cemen			and Percent dditives	
Surface	12 1/4"	8 5/8"		20#		350'	Common	300	2% ge	2% gel, 3% c.c.	
Production	7 7/8"	5 1/2"		14#		3775'	EA-2	EA-2 150 500		500 gal. mud flush	
					-				w/add., 20	Obbls. KCL water	
			ADDITIONAL	CEMENT	ING,/ SQI	JEEZE REC	ORD				
Purpose: Perforate	Depth Top Bottom	Туре	of Cement	#Sacl	s Used		and Percent Additives	s	41000		
Protect Casing Plug Back TD					i I	,	\			,	
Plug Off Zone					· · · · · · · · · · · · · · · · · · ·	_					
Shots Per Foot			D - Bridge Plug ach Interval Per		e	Acid,	Fracture, Shot, Ce	ment Squeeze Reco	ord	Depth	
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TUBING RECORD	Size 2 7/8"	Set At 3771 '		Packer	At	Liner Run	Yes] No			
Date of First, Resumerd F 5/31/06	Production, SWD or E	inhr.	Producing Meth	nod	Flowing	g 📝 Pu	mping G	as Lift	er (Explain))	
Estimated Production Per 24 Hours		Bbls.	Gas	Mcf	Wate		Bbls.	Gas-Oil Ratio		Gravity	
Disposition of Gas	METHOD OF C		N			Production I	· *				
☐ Vented ☐ Sold (If vented, Subn	Used on Lease		Open Hole	√ Pe	rf. 🔲 [Dually Comp.	Commingl	ed RE	CEIV	ED	
(n venteu, Subn	AOO-10.)		Other (Special	fy)	i I			JUL	272	2006	

KCC WICHITA

LOGS

BKC	3577	(-1651)
Viola	3596	(-1670)
Simpson	3637	(-1711)
Arbuckle	3691	(-1765)
LTD	3791	(-1865)

RECEIVED
JUL 2 7 2006
KCC WICHITA



Newton, KS 67114-8827

P. O. Box 466

Ness City, KS 67560

Off: 785-798-2300



Invoice

DATE	INVOICE #
5/9/2006	10045

	<u></u>
BILL TO	DECEIVED
Palomino Petroleum Inc.	MAY 1 2006

- Acidizing
- Cement
- Tool Rental

TERMS	Well N	o. Lease	County	Contractor	We	ell Type	Well	Category	Job Purpos	e Operator
Net 30	#1	Pundsak-Stoss	Stafford	SouthWind Drillin	ļ.,	Oil	Deve	lopment	Cement Produc	
PRICE	REF.		DESCRIP	TION		QTY		UM	UNIT PRICE	AMOUNT
575D 578D-L 281 221 407-5 406-5 402-5 403-5 325 284 283 285 276 581D 583D	I I I I I I I I I I I I I I I I I I I	Mileage - 1 Way Pump Charge - Long Mud Flush Liquid KCL (Clayfix, 5 1/2" Insert Float Sh 5 1/2" Latch Down Pl 5 1/2" Centralizer 5 1/2" Cement Basket Standard Cement Calseal Salt CFR-1 Clocele ervice Charge Cement Drayage ubtotal ales Tax Stafford Con	oe With Auto lug & Baffle	Fill		1	2 Ga 1 Eac 1 Eac 8 Eac 2 Eac 65 Sac 8 Sac 00 Lb(78 Lb(41 Lb(65 Sac	b dllon(s) lllon(s) ch ch ch cks ck(s) (s)	4.00 1,250.00 0.75 26.00 250.00 210.00 60.00 230.00 9.60 30.00 0.20 4.00 1.25 1.10 1.00	280.00 1,250.00 375.00T 52.00T 250.00T 210.00T 480.00T 1,584.00T 240.00T 160.00T 312.00T 51.25T 181.50 603.05
									RECE JUL 2 ; KCC W	2006
We Appreciate Your Business!						-	-	Γotal		\$6,751.78



CHARGE TO: Palomino	Q- L-10.	
ADDRESS	Retroleym,	
CITY STATE ZIP CODE		

RECEIVED

 $N^{\underline{0}} \quad \begin{array}{c} \text{TICKET} \\ 10045 \end{array}$

JUL 2 7 2006 KCC WICHITA

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SERVICE LOCATIONS		TWELL IDDO LEGT NO						15					سعة ا		
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4		WELL TYPE	:/	I _{ME}	LL CAT	JOB PURPOSE	1. 8- 10	WELL PERMIT	NO.		7 WE	LL LOCATION			
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SWIFT OPERATOR		CUSTOME	R ACCE	PTANCE	PROVA	TERIALS AND SERVICES The customer hereby ackr	owledges receipt of th	e materials and	service	es listed on thi	s ticket.		4 1 2 5	X., 7	40
Jed Jh	ah			APF	KUVA	L							Thank	${\widetilde{Y}}$	òu!⊓



PO Box 466 Ness City, KS 67560

TICKET CONTINUATION

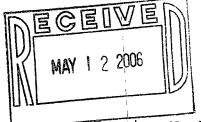
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KCCWICHITA	

Allied Cementing Co., Inc P.O. Box 31

Russell, KS 67665



* I N V O I C E *

Invoice Number: 102214

Invoice Date: 05/08/06

Sold Palomino Petroleum , Inc.

To: 4924 SE 84th St.

Newton, KS 67114-8827

Cust I.D....: Palo

P.O. Number..: PundsackStossl

P.O. Date...: 05/08/06

Due Date.: 06/07/06 Terms...: Net 30

Item I.D./Desc.	Qty. Used	Unit	Price	Net	TX
Common	300.00	SKS	9.6000	2880.00	Т
Gel	6.00	SKS	15.0000	90.00	T
Chloride	9.00	SKS	42.0000	378.00	T
Handling	315.00	SKS	1.7000	535.50	E
Mileage	14.00	MILE	22.0500	308.70	E
315 sks @.07 pe	r sk per mi	1			
Surface	1.00	JOB	735.0000	735.00	E
Extra Footage	50.00	PER	0.6000	30.00	E
Mileage pmp trk	14.00	MILE	5.0000	70.00	E
Wooden Plug	1.00	EACH	55.0000	55.00	T

All Prices Are Net, Payable 30 Days Following Date of Invoice. 1 1/2% Charged Thereafter. If Account CURRENT take Discount of \$ 508.22 ONLY if paid within 30 days from Invoice Date

 Subtotal:
 5082.20

 Tax...:
 214.39

 Payments:
 0.00

 Total...:
 5296.59

RECEIVED
JUL 2 7 2006
KCC WICHITA

ALLIED CEMENTING CO., INC. 24138

REMIT TO	P.O. BOX 31	•
	RUSSELL, KANS	SAS 67665

	SEC./9	TWP.	RANGE	CALLED C	UTO	ON LOCAT	ION	JOB START	JOB FINA
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To Allied Ceme	enting Co.	Inc.						`	
Von are hereby	requested	to rent c	ementing equipmen	nt —				@	
and furnish cer	nenter and	helper to	assist owner or						
contractor to de	o work as i	s listed:	The above work w	as				TOT	AL 55.00
contractor to do work as is listed: The above work was done to satisfaction and supervision of owner agent or contractor. I have read & understand the "TERMS ANI CONDITIONS" listed on the reverse side.			r				1017	AL SSICES	
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