

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, KS 67114-8827

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

Type of Well: D & An Docket #: _____
(Oil, Gas D&A, SWD, ENHR, Water Supply Well, Cathodic, Other) (If SWD or ENHR)

The plugging proposal was approved on: 7-21-2009 (Date)
by: Eric MacLaren (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. _____
_____	Depth to Top: _____	Bottom: _____	T.D. _____
_____	Depth to Top: _____	Bottom: _____	T.D. _____

API Number: 15-135-24,928-0000

Lease Name: Darrell Holmes

Well Number: 1

Spot Location (QQQQ): NE - NW - SW - SW

1,020 Feet from North / South Section Line

380 Feet from East / West Section Line

Sec. 15 Twp. 16 S. R. 26 East West

County: Ness

Date Well Completed: 7-20-2009

Plugging Commenced: 7-21-2009

Plugging Completed: 7-21-2009

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

Oil, Gas or Water Records		Casing Record (Surface Conductor & Production)				
Formation	Content	From	To	Size	Put In	Pulled Out
				8 5/8"	229'	Cmt'd. w/165 sax

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. If cement or other plugs were used, state the character of same depth placed from (bottom), to (top) for each plug set.

Run drill pipe to 2,040', pump 50 sax cement thru pipe; run drill pipe to 1,260', pump 80 sax cement thru pipe; run drill pipe to 630', pump 50 sax cement thru pipe; run drill pipe to 260', pump 50 sax cement thru pipe; push wiper plug to 60', dump 20 sax cement on plug to cellar. Circulate 30 sax cement down rat hole and 20 sax cement down mouse hole.

Name of Plugging Contractor: Shields Drilling Co. License #: 5184
Oil Producers Inc KCCPT

Name of Party Responsible for Plugging Fees: PALOMINO PETROLEUM, INC.

State of KANSAS County, RUSSELL, ss.

Burton Beery Contractor

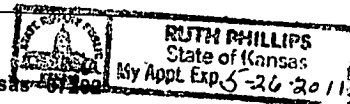
(Employee of Operator or Operator) on above-described well, being first duly sworn on oath, says: That I have knowledge of the facts statements, and matters herein contained, and the log of the above-described well is as filed, and the same are true and correct, so help me God.

(Signature) Burton Beery

(Address) PO Box 709, Russell, KS 67665

SUBSCRIBED and SWORN TO before me this 30th day of July, 20 09

Ruth Phillips My Commission Expires: _____
Notary Public



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

KANSAS CORPORATION COMMISSION

JUL 31 2009

RECEIVED

Handwritten initials



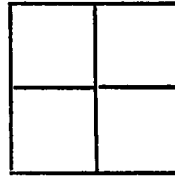
Shields

Russell, Kansas

WELL LOG

Operator: PALOMINO PETROLEUM, INC.
 Well: DARRELL HOLMES #1
 Commenced: 7-09-2009
 Completed: 7-21-2009
 Contractor: Shields Drilling Co.

Well Description: 1,020' FSL, 380' FWL
 SW/4 Sec. 15-16S-26W
 Ness Co., KS



Elevation: 2,610' K.B.

Treatment:

Production: D & A

Tops:

CASING RECORD

Size	Run	Pulled
8 5/8"	229'	Cmtd. w/165 sax

..... Figures Indicate Bottom of Formations

Surface clay & shale	340'	
Sand	815'	
Shale & sand	1,075'	
Redbed	2,036'	
Anhydrite	2,073'	
Shale	3,810'	
Lime & shale	4,320'	
Lime	4,580'	
Mississippian	4,650'	RTD

KANSAS CORPORATION COMMISSION

JUL 31 2009

RECEIVED

Notes