TO: STATE CORPORATION COMMISSION **CONSERVATION DIVISION - PLUGGING** 130 SOUTH MARKET, SUITE 2078

WICHITA, KANSAS 67202

API Well Number: 15-135-24928-00-00

Spot: NENWSWSW

Sec/Twnshp/Rge: 15-16S-26W

1020 feet from S Section Line,

380 feet from W Section Line

Lease Name: DARRELL HOLMES

Well #: 1

County: NESS

Total Vertical Depth: 4585 feet

Operator License No.: 30742

Op Name: PALOMINO PETROLEUM, INC.

Address: 4924 SE 84TH ST **NEWTON, KS 67114**

String Size SURF 8.625 229

Depth (ft) Pulled (ft) Comments

WITH 165 SX CMT

149.01

Well Type: DH

UIC Docket No:

Date/Time to Plug: 07/21/2009 4:30 PM

Plug Co. License No.: 5184

Plug Co. Name: SHIELDS OIL PRODUCERS INC

Phone: (785) 483-3141

Proposed IST PLUG AT 2040' WITH 50 SX CMT. 2ND PLUG AT 1260' WITH 80 SX CMT. 3RD PLUG AT 630' WITH 50 SX Plugging CMT. 4TH PLUG AT 260' WITH 50 SX CMT. 5TH PLUG AT 60' WITH 20 SX CMT. 6TH PLUG TO CIRCULATE

Method: RAT HOLE WITH 30 SX CMT. 7TH PLUG TO CIRCULATE MOUSE HOLE WITH 20 SX CMT.

Plugging Proposal Received By: ERIC MACLAREN

Proposal Rcvd. from: TOM ENGLE

WitnessType: NONE

Company: SHIELDS OIL PRODUCERS INC

Date/Time Plugging Completed: 07/21/2009 6:30 PM

KCC Agent: ERIC MACLAREN

Actual Plugging Report:

Perfs:

1ST PLUG AT 2040' WITH 50 SX CMT. 2ND PLUG AT 1260' WITH 80 SX CMT. 3RD PLUG AT 630' WITH 50 SX CMT. 4TH PLUG AT 260' WITH 50 SX CMT. 5TH PLUG AT 60' WITH 20 SX CMT. 6TH PLUG TO CIRCULATE RAT HOLE WITH 30 SX CMT. 7TH PLUG TO CIRCULATE MOUSE HOLE WITH 20 SX CMT.

KANSAS CORPORATION COMMISSION

AUG 0 7 2009 RECEIVED

Remarks:

USED 60/40 POZMIX 4% GEL 1/4# FLO SEAL BY QUALITY OIL WELL CEMENTING

Plugged through: DP

District: 01

RECEIVED

JUL 2 9 2009

Signed Ein Marka

(TECHNICIAN)



KCC DODGE CITY