TO:

STATE CORPORATION COMMISSION **CONSERVATION DIVISION - PLUGGING**

130 SOUTH MARKET, SUITE 2078

WICHITA, KANSAS 67202

API Well Number: 15-135-24920-00-00

Spot: S2N2SWSE

Sec/Twnshp/Rge: 3-17S-26W

790 feet from S Section Line.

1980 feet from E Section Line

Lease Name: ARDITH

Well #: 1

County: NESS

Total Vertical Depth: 4642 feet

Operator License No.: 30742

Op Name: PALOMINO PETROLEUM, INC.

Address: 4924 SE 84TH ST **NEWTON, KS 67114** String Size Depth (ft) Pulled (ft) Comments

SURF 8.625 222

WITH 150 SX CMT

150.87

Well Type: DH

UIC Docket No:

Date/Time to Plug: 06/26/2009 3:00 PM

Plug Co. License No.: 5184

Plug Co. Name: SHIELDS OIL PRODUCERS INC

Proposal Rcvd. from: TON ENGLE

Company: SHIELDS OIL PRODUCERS INC

Phone: (785) 483-3141

Proposed IST PLUG AT 2000' WITH 50 SX CMT. 2ND PLUG AT 1280' WITH 80 SX CMT. 3RD PLUG AT 660' 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: RICHARD LACEY

WitnessType: NONE

Date/Time Plugging Completed: 06/26/2009 10:00 PM

KCC Agent: RICHARD LACEY

Actual Plugging Report:

Perfs:

IST PLUG AT 2000' WITH 50 SX CMT. 2ND PLUG AT 1280' WITH 80 SX CMT. 3RD PLUG AT 660' WITH 50 SX CMT. 4TH PLUG AT 280' 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.

> RECEIVED JUL 1 3 2009 KCC WICHITA

Remarks: USED 60/40 POZMIX 4% GEL 1/4# FLO SEAL BY ALLIED.

Plugged through: DP

District: 01

RECEIVED

Signed Richard W. S

(TECHNICIAN)

KCC DODGE CITY