

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: GNAD OIL, LLC
Address: P.O. Box 580 Hays, KS 67601
Phone: (785)650 - 7128 Operator License #: 33906
Type of Well: D & A Docket #: _____
(Oil, Gas D&A, SWD, ENHR, Water Supply Well, Cathodic, Other) (If SWD or ENHR)
The plugging proposal was approved on: 7/17/09 (Date)
by: Bruce Bayse (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)
None Depth to Top: _____ Bottom: _____ T.D. _____
Depth to Top: _____ Bottom: _____ T.D. _____
Depth to Top: _____ Bottom: _____ T.D. _____

API Number: 15 - 063-21,789-00-00
Lease Name: HERL
Well Number: 1-23
Spot Location (QQQQ): _____ - _____ - SE - SE
740 Feet from North / South Section Line
540 Feet from East / West Section Line
Sec. 23 Twp. 11 S. R. 27W East West
County: Gove
Date Well Completed: 7/20/09
Plugging Commenced: 8:00AM 7/20/09
Plugging Completed: 10:30AM 7/20/09

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
		Surface	222	8 5/8	222.98	None

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.

1st Plug @ 2280'W/25sks 30sks In Rat Hole Circulated 1st Plug 15 Minutes W/56 Vis MUD
2nd Plug @ 1275'W/100sks 15sks In Mouse Hole Plugs displaced with mud
3rd Plug @ 275'W/40sks Total 220sks 60/40Poz 4%Gel W/1/2#CF/sk By Allied Cementing
4th Plug @ 40'W/10sks Completed @ 10:30AM 7/20/09

Name of Plugging Contractor: Discovery Drilling Co., Inc. License #: 31548
Address: P.O. Box 763 Hays, KS 67601
Name of Party Responsible for Plugging Fees: GNAD OIL, LLC.
State of Kansas County, Ellis, ss.

RECEIVED
AUG 20 2009
KCC WICHITA

Laytha Gnad (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) [Signature]
(Address) P.O. Box 580 - Hays, Kansas 67601
SUBSCRIBED and SWORN TO before me this 14 day of August, 20 09
[Signature] My Commission Expires: 5-15-12
Notary Public

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

Notary Public - State of Kansas
Trisha Sauer
My Comm. Exp. 5-15-12

[Handwritten initials]