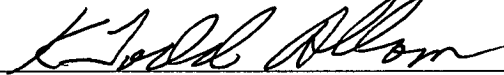

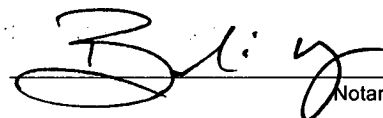


**KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
CLOSURE OF SURFACE PIT**

Form CDP-4
April 2004
Form must be Typed

Operator Name: VAL ENERGY, INC	License Number: 5822
Operator Address: 200 W. DOUGLAS, SUITE 520 WICHITA, KS 67202	
Contact Person: K. TODD ALLAM	Phone Number: (316) 263 - 6688
Permit Number (API No. if applicable): <u>15-007-23412 0000</u>	Lease Name & Well No.: GOLDMAN/MELCHER #1-32
Type of Pit: <input type="checkbox"/> Emergency Pit <input type="checkbox"/> Burn Pit <input type="checkbox"/> Settling Pit <input checked="" type="checkbox"/> Drilling Pit <input type="checkbox"/> Workover Pit <input type="checkbox"/> Haul-Off Pit	Pit Location (QQQQ): <u>S/2</u> <u>SW</u> <u>SW</u> Sec. <u>32</u> Twp. <u>34</u> R. <u>11</u> <input type="checkbox"/> East <input checked="" type="checkbox"/> West <u>330</u> Feet from <input type="checkbox"/> North / <input checked="" type="checkbox"/> South Line of Section <u>660</u> Feet from <input type="checkbox"/> East / <input checked="" type="checkbox"/> West Line of Section <u>BARBER</u> County
Date of closure: <u>1/2/2010</u> Was an artificial liner used? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If no, how were the sides and bottom sealed to prevent downward migration of the pit contents? CLAY BOTTOM	
Abandonment procedure of pit: LET DRY & COVER	
RECEIVED JAN 07 2010 KCC WICHITA	
The undersigned hereby certifies that he / she is <u>K. TODD ALLAM</u> for <u>VAL ENERGY, INC.</u> (Co.), a duly authorized agent, that all information shown hereon is true and correct to the best of his /her knowledge and belief.	
 _____ Signature of Applicant or Agent	
Subscribed and sworn to me on this <u>6</u> day of <u>JANUARY</u> , <u>2010</u>	
	 _____ Notary Public
My Commission Expires: <u>2/24/2010</u>	