

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

Form CDP-4
April 2004
Form must be Typed

Operator Name: Palomino Petroleum, Inc.	License Number: 30742
Operator Address: 4924 SE 84th St., Newton, Kansas 67114-8827	
Contact Person: Klee R. Watchous	Phone Number: (316) 799 - 1000
Permit Number (API No. if applicable): 15-135-24942 - 00 - 00	Lease Name & Well No.: Hagans #1
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): N/2 - SE - NE - SE Sec. 15 Twp. 16S R. 26 <input type="checkbox"/> East <input checked="" type="checkbox"/> West 1890 Feet from <input type="checkbox"/> North / <input checked="" type="checkbox"/> South Line of Section 330 Feet from <input checked="" type="checkbox"/> East / <input type="checkbox"/> West Line of Section Ness County

Date of closure: March 22, 2010

Was an artificial liner used? Yes No

If no, how were the sides and bottom sealed to prevent downward migration of the pit contents?
Native muds and clays.

Abandonment procedure of pit:
Backfilled and releveled location.

*Revised
3/31/10*

The undersigned hereby certifies that he / she is President for Palomino Petroleum, Inc. (Co.),
 a duly authorized agent, that all information shown hereon is true and correct to the best of his/hers knowledge and belief.

RECEIVED
KANSAS CORPORATION COMMISSION

MAR 25 2010

Klee R. Watchous
 Signature of Applicant or Agent

CONSERVATION DIVISION WICHITA Subscribed and sworn to me on this 23rd day of March, 2010

NOTARY PUBLIC - State of Kansas
CARLA R. PENWELL
 My Appt. Expires 10-6-13

Carla R. Penwell
 Notary Public **Carla R. Penwell**

My Commission Expires: October 6, 2013