

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: 1/8/2010 (Date)  
by: Bruce Rodie (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 - 051-25,944-00-00  
Lease Name: KARLIN  
Well Number: 1-4  
Spot Location (QQQQ): \_\_\_\_\_ - W/2 - NE - SW  
2051 Feet from  North /  South Section Line  
1695 Feet from  East /  West Section Line  
Sec. 4 Twp. 13 S. R. 18W  East  West  
County: Ellis  
Date Well Completed: 1/10/2010  
Plugging Commenced: 10:30PM 1/9/2010  
Plugging Completed: 1:00AM 1/10/2010

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	222.76	None

RECEIVED  
KANSAS CORPORATION COMMISSION  
FEB 16 2010  
CONSERVATION DIVISION  
WICHITA, KS

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 @ 1490'W/25sks 30sks In Rat Hole Circulated 1st Plug 15 Minutes W/56Vis MUD  
2nd Plug @ 775'W/100sks 15sks In Mouse Hole Plugs displaced with MUD  
3rd Plug @ 270'W/40sks Total 220sks 60/40Poz 4%GelW/1/4#CF/sk By Allied Cementing  
4th Plug @ 40'W/10sks Completed @ 1:00AM 1/10/2010

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.  
Kaytha M. Gnad, Managing Member (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 67601-0580

SUBSCRIBED and SWORN TO before me this 11th day of February, 2010  
Michelle Stevens My Commission Expires: 4-14-13  
Notary Public

**MICHELLE STEVENS**  
Notary Public - State of Kansas  
My Appt. Expires 4-14-2013

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

[Handwritten Signature]