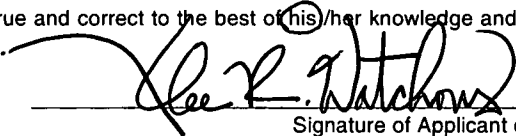

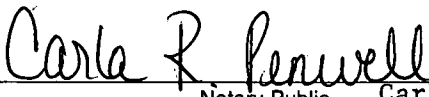


KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
CLOSURE OF SURFACE PIT

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): 15-135-24908 -00-00 | Lease Name & Well No.: Patricia #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): <u> </u> NW <u> </u> NW <u> </u> SE <u> </u> NW Sec. <u>28</u> Twp. <u>17S</u> R. <u>25</u> <input type="checkbox"/> East <input checked="" type="checkbox"/> West <u>1640</u> Feet from <input checked="" type="checkbox"/> North / <input type="checkbox"/> South Line of Section <u>1490</u> Feet from <input type="checkbox"/> East / <input checked="" type="checkbox"/> West Line of Section <u> </u> <u> </u> Ness <u> </u> County |
| Date of closure: <u> April 7, 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? Native muds and clays. | |
| Abandonment procedure of pit: Backfilled and releveled location. | |
| RECEIVED MAY 13 2010 KCC WICHITA | |
| The undersigned hereby certifies that <u>he</u> / she is <u> President </u> for <u> Palomino Petroleum, 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>12th</u> day of <u> May </u> , <u>2010</u> | |
|  |  Notary Public <u> Carla R. Penwell </u> |
| My Commission Expires: <u> October 6, 2013 </u> | |