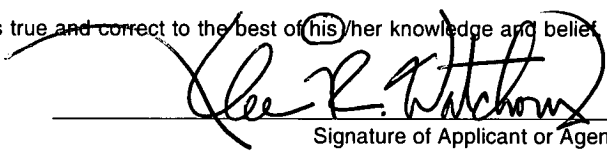
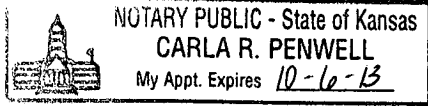



**KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
CLOSURE OF SURFACE PIT**

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): 15-135-25129 0000 | Lease Name & Well No.: DB Cattle #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): NW - NW - NW - SW Sec. <u>27</u> Twp. <u>18S</u> R. <u>25</u> <input type="checkbox"/> East <input checked="" type="checkbox"/> West <u>2352</u> Feet from <input type="checkbox"/> North / <input checked="" type="checkbox"/> South Line of Section <u>64</u> Feet from <input type="checkbox"/> East / <input checked="" type="checkbox"/> West Line of Section <p align="center">Ness</p> <p align="right">County</p> |
| Date of closure: <u>November 22, 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. | |
| <p>RECEIVED DEC 01 2010 KCC WICHITA</p> | |
| 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>30th</u> day of <u>November</u> , 2010 | |
|  |  _____ Notary Public Carla R. Penwell |
| My Commission Expires: <u>October 6, 2013</u> | |