TO:

STATE CORPORATION COMMISSION **CONSERVATION DIVISION - PLUGGING**

130 SOUTH MARKET, SUITE 2078

WICHITA, KANSAS 67202

API Well Number: 15-145-21626-00-00

1035

Spot: SENENWSE

Sec/Twnshp/Rge: 7-22S-16W

2075 feet from S Section Line,

1500 feet from E Section Line

Lease Name: EAKIN UNIT

Well #: #2-7

County: PAWNEE

String Size

SURF 8.625

Total Vertical Depth: 4025 feet

Operator License No.: 31725

Op Name: SHELBY RESOURCES LLC

Address: 445 UNION BOULEVARD SUITE 208

LAKEWOOD, CO 80228

UIC Docket No:

WITH 400 SX CMT

Depth (ft) Pulled (ft) Comment

Date/Time to Plug: 01/12/2011 10:00 PM

Plug Co. License No.: 5142

Well Type: DH

Plug Co. Name: STERLING DRILLING COMPANY

Proposal Rcvd. from: SHANE

Company: STERLING DRILLING COMPANY

Phone: (620) 672-9508

Proposed 1ST PLUG AT 3926' WITH 50 SX CMT. 2ND PLUG AT 1060' WITH 50 SX CMT. 3RD PLUG AT 260' WITH 40 SX Plugging CMT. 4TH PLUG AT 60' WITH 20 SX CMT. 5TH PLUG TO CIRCULATE RAT HOLE WITH 30 SX CMT. 6TH

Method: PLUG TO CIRCULATE MOUSE HOLE WITH 20 SX CMT.

Plugging Proposal Received By: KEN JEHLIK

WitnessType: NONE

Date/Time Plugging Completed: 01/13/2011 12:45 AM

KCC Agent: KEN JEHLIK

Actual Plugging Report:

Perfs:

1ST PLUG AT 3926' WITH 50 SX CMT. 2ND PLUG AT 1060' WITH 50 SX CMT. 3RD PLUG AT 260' WITH 40 SX CMT. 4TH PLUG AT 60' WITH 20 SX CMT. 5TH PLUG TO CIRCULATE RAT HOLE WITH 30 SX CMT. 6TH PLUG TO CIRCULATE MOUSE HOLE WITH 20 SX CMT.

Remarks:

USED 60/40 POZMIX 4% GEL BY BASIC ENERGY.

Plugged through: DP

District: 01

RECEIVED

KCC DODGE CITY

Signed

(TECHNICIAN)

RECEIVED