TO: API Well Number: 15-113-21340-00-00 STATE CORPORATION COMMISSION Spot: SESWSE Sec/Twnshp/Rge: 36-17S-2W **CONSERVATION DIVISION - PLUGGING** 330 feet from S Section Line, 1650 feet from E Section Line 130 SOUTH MARKET, SUITE 2078 Well #: 36-1 Lease Name: STRIKE THE GOLD **WICHITA, KANSAS 67202** County: MCPHERSON Total Vertical Depth: 3620 feet String Size Depth (ft) Pulled (ft) Comments Operator License No.: 33335 SURF 8.625 250 Op Name: IA OPERATING, INC. Address: 9915 W 21ST ST, STE B **WICHITA, KS 67205** Well Type: DH **UIC Docket No:** Date/Time to Plug: 08/17/2010 10:00 AM Plug Co. License No.: 5822 Plug Co. Name: VAL ENERGY, INC. Company: VAL ENERGY INC Phone: (620) 200-7172 Proposal Revd. from: RANDY SMITH Proposed 35 SXS TOP OF ARBUCKLE, 50 SXS @ 400', 25 SXS @ 60'. 15 SX RH 10 SX MH Plugging Method: Plugging Proposal Received By: SHANE JONES WitnessType: NONE Date/Time Plugging Completed: 08/17/2010 12:30 PM KCC Agent: STEVE VANGIESON Perfs: **Actual Plugging Report:** 35 SXS CMT SPOTTED AT 3620' THRU THE DRILL PIPE. PULLED DRILL PIPE TO 400' & SPOTTED 35 SXS CMT. PULLED DRILL PIPE TO 60' & SPOTTED 25 SXS CMT. CIRCULATED 15 SXS IN RH. CIRCULATED 10 SXS IN MOUSE HOLE. RECEIVED DEC 1 5 2010 BASIC CMT 60/40 4% GEL Remarks: Plugged through: CSG **KCC WICHITA** District: 02 Signed

Form CP-2/3

(TECHNICIAN)