TO:

STATE CORPORATION COMMISSION **CONSERVATION DIVISION - PLUGGING**

130 SOUTH MARKET, SUITE 2078

WICHITA, KANSAS 67202

Operator License No.: 5399

Op Name: AMERICAN ENERGIES CORPORATION

Address: 155 N MARKET STE 710

WICHITA, KS 67202

API Well Number: 15-079-20213-00-01

Spot: NENENW

Sec/Twnshp/Rge: 35-22S-2W

4723 feet from S Section Line,

Lease Name: BONJOUR BATES

3224 feet from E Section Line

Well #: 1

County: HARVEY

Total Vertical Depth: 2995 feet

String Size Depth (ft) Pulled (ft) Comments

SURF 8.625 236 175 SX PROD 4.5

2994 125 SX

Well Type: OG

UIC Docket No:

Date/Time to Plug: 12/27/2010 10:00 AM

Plug Co. License No.: 5399

Plug Co. Name: AMERICAN ENERGIES CORPORATION

Proposal Rcvd. from: TRAVIS HAMM

Company:

Phone: (316) 263-5785

Plugging Method:

Proposed AS PER KCC RULES AND REGULATIONS.

Plugging Proposal Received By:

WitnessType: NONE

Date/Time Plugging Completed: 12/28/2010 4:30 PM

KCC Agent: SHANE JONES

Actual Plugging Report:

12/27/10 AMERICAN ENERGIES TAGGED SAND @ 2892 AND CAPPED W/4SX. THEY RAN TUBING DOWN THE 4.5" TO 400' AND RAN 1" DOWN THE BACKSIDE TO 400'. COPELAND TIED ON AND CIRCULATED 85 SXS FROM 400' TO SURFACE ON THE BACKSIDE. THEY TEN TIED ON AND CIRCULATED 140 SXS FROM 400' TO THE TOP OF THE 4.5". AFTER COPELAND FINISHED PLUGGING THE BONJOUR-BATES #3. THEY DUMPED 25 SXS DRY 60/40 POS W/4% GEL TO TOP OFF WELL. 12/28/10 1 CHECKED TOP PLUG FINDING IT DOWN ABOUT 2'. FLUID ON TOP OF PLUG APPEARS TO BE BUBBLING GAS. I SPOKE W/J KLOCK (DIST 2) ABOUT WHAT WAS THE REMEDY TO FIX THIS. HE SUGGESTED TRYING TO TIE ON TO THE CASING AND SQUEEZE SOME CEMENT INTO IT. THEN CHECK AGAIN THURSDAY. IF IT IS STILL BUBBLING GIVE IT A COUPLE OF DAYS TO SEE IF IT WILL HEEL ITS SELF. IF THIS FALLS WILL HAVE TO DRILL OUT TOP PLUG AND REDO IT. I EXPLAINED THIS TO TRAVIS HAMM (AMERICAN ENERGIES). COPELAND BACK OUT AND MIXED UP 10 SXS OF COMMON AND TIED ON TO CASING AND SQUEEZED. LEFT PRESSURE ON OVER NIGHT. ONLY USED 1 SX USED THE REST TO TOP OFF THE #3 WELL. TK #35196 10 SX COMMON. 12/30/10 I CHECKED TOP PLUG. WELL IS NO LONGER BUBBLING TO SURFACE; WELL IS SEALED.

Perfs: Top

Bot Thru Comments

2959 2962 CSG

Remarks:

Plugged through: TBG

District: 02

(TECHNICIAN)

JAN 1 : 2012 / 126/11 KCC MICHITA