TO:

STATE CORPORATION COMMISSION **CONSERVATION DIVISION - PLUGGING**

130 SOUTH MARKET, SUITE 2078

WICHITA, KANSAS 67202

Operator License No.: 31725

Op Name: SHELBY RESOURCES LLC

Address: 445 UNION BOULEVARD SUITE 208

LAKEWOOD, CO 80228

UIC Docket No:

Date/Time to Plug: 02/06/2011 5:45 AM

Depth (ft) Pulled (ft) Comment

1745 feet from E Section Line

Well #: 1-10

Total Vertical Depth: 4130 feet

Sec/Twnshp/Rge: 10-22S-16W

Plug Co. License No.: 5142

Plug Co. Name: STERLING DRILLING COMPANY

Spot: SWNESWNE

County: PAWNEE

String Size

SURF 8.625

Lease Name: BUSTER

Proposal Rcvd. from: GARY TALBOT

Company: STERLING DRILLING COMPANY

API Well Number: 15-145-21630-00-00

1865 feet from N Section Line,

1015

Phone: (620) 672-9508

Plugging

Well Type: DH

Proposed IST PLUG AT 4033' WITH 50 SX CMT. 2ND PLUG AT 1050' WITH 50 SX CMT. 3RD PLUG AT 400' WITH 40 SX 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: RICHARD LACEY

WitnessType: NONE

Date/Time Plugging Completed: 02/06/2011 7:45 AM

KCC Agent: RICHARD LACEY

Actual Plugging Report:

Perfs:

IST PLUG AT 4033' WITH 50 SX CMT. 2ND PLUG AT 1050' WITH 50 SX CMT. 3RD PLUG AT 400' 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 Ruliwa

(TECHNICIAN)

FEB 1 5 2011

KCC WICHITA