

TO: STATE CORPORATION COMMISSION
CONSERVATION DIVISION - PLUGGING
130 SOUTH MARKET, SUITE 2078
WICHITA, KANSAS 67202

API Well Number: 15-115-20542-00-00
Spot: N2SWSESE Sec/Twnshp/Rge: 21-19S-2E
488 feet from S Section Line, 992 feet from E Section Line
Lease Name: FUNK Well #: 2
County: MARION Total Vertical Depth: 3006 feet

Operator License No.: 5399
Op Name: AMERICAN ENERGIES CORPORATION
Address: 155 N MARKET STE 710
WICHITA, KS 67202

| String | Size | Depth (ft) | Pulled (ft) | Comments |
|--------|-------|------------|-------------|-------------|
| SURF | 8.625 | 205 | | 150 SXS CMT |
| PROD | 4.5 | 3003 | | 175 SXS CMT |

Well Type: OIL UIC Docket No: _____ Date/Time to Plug: 04/12/2011 11:00 AM
Plug Co. License No.: 31529 Plug Co. Name: MIKE'S TESTING & SALVAGE, INC.
Proposal Rcvd. from: _____ Company: _____ Phone: _____

Proposed Plugging Method: AS PER KCC RULES AND REGULATIONS.

Plugging Proposal Received By: JEFF KLOCK WitnessType: COMPLETE (100%)
Date/Time Plugging Completed: 05/11/2011 9:00 AM KCC Agent: SHANE JONES

Actual Plugging Report:

4/12/11 KELSO'S DROPPED SAND AND TAGGED IT @ 2900' CAPPED W/4 SX. THEY TRIED PULLING STRETCH IN CASING. NO GO ON CASING. WENT DOWN BACKSIDE ON 4 1/2" AND TAGGED SOLID @ 10'. 4/18/11 COPELAND OUT RAN POLY PIPE DOWN BACKSIDE AND TAGGED AROUND 10' FILLED BACKSIDE WITH 6 SX 60/40 POS W/4% GEL. THEY PULLED POLY PIPE, AND RAN IT DOWN THE 4 1/2" TO 255' CIRCULATED 20 SX TO SURFACE. TK #37662 USED 26 SX 60/40 POS W/4% GEL. 4/20/11 I CHECKED TOP PLUG. IT IS DOWN 50' INSIDE 4 1/2" CASING AND DOWN 5' ON BACKSIDE, BUT BACKSIDE HAS GAS BUBBLING TO SURFACE. I SPOKE TO J KLOCK (DIST 2 SUPR.) AND AGREED BACKSIDE NEEDS PLATED AND CEMENT SQUEEZED INTO SHUT OFF GAS. ALSO WILL TOP OF 4 1/2" AT THAT TIME. 4/27/11 AMERICAN ENERGIES PLATED OFF 8 5/8". COPELAND OUT AND RAN POLY DOWN 50' INSIDE 4 1/2" AND CIRCULATED TO SURFACE. THEY ALSO FILLED THE BACKSIDE WITH CEMENT. THEY THEN PULLED THE POLY AND TIED ON DIRECT AND SQUEEZED CEMENT INTO BACKSIDE @ 1000 PSI. THEY LOCKED IT IN @ 250 PSI. 4/29/11 I CHECKED THE WELL AND FOUND THE BACKSIDE TO STILL BE BUBBLING. WE WILL HAVE OPERATOR MIX UP SOME CEMENT AND FILL HOLE TO THE TOP AND CAP OFF WITH A BULL PLUG. 5/11/11 WELL PLUGGED OPERATOR WILL BULL PLUG AND FILL IN CELLAR AND PIT.

Perfs:

| Top | Bot | Thru | Comments |
|------|------|------|----------|
| 3003 | 3006 | OH | |

RECEIVED
MAY 19 2011
KCC WICHITA

Remarks:

Plugged through: TBG

District: 02

Signed  (TECHNICIAN)