

Notice: Fill out COMPLETELY and return to Conservation Division at the address below within 60 days from plugging date.

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

WELL PLUGGING RECORD K.A.R. 82-3-117

Form CP-4 March 2009

Type or Print on this Form Form must be Signed All blanks must be Filled

OPERATOR: License #: 30742 Name: Palomino Petroleum, Inc. Address 1: 4924 SE 84th St. Address 2: City: Newton State: KS Zip: 67114 + 8 8 2 7 Contact Person: Klee R. Watchous Phone: (316) 799-1000

Type of Well: (Check one) Oil Well Gas Well OG D&A Cathodic Water Supply Well Other: SWD Permit #: ENHR Permit #: Gas Storage Permit #: Is ACO-1 filed? Yes No If not, is well log attached? Yes No

Producing Formation(s): List All. (If needed attach another sheet) Depth to Top: Bottom: T.D. Depth to Top: Bottom: T.D. Depth to Top: Bottom: T.D.

API No. 15 - 135-251690000

Spot Description: SW SE SW SE Sec. 2 Twp. 18 S. R. 22 East West 101 Feet from North South Line of Section 1,736 Feet from East West Line of Section

Footages Calculated from Nearest Outside Section Corner: NE NW SE SW

County: Ness

Lease Name: Sekavec-Stieben Well #: 1

Date Well Completed: 9/30/10

The plugging proposal was approved on: 9/28/10 (Date)

by: Steve Durant (KCC District Agent's Name)

Plugging Commenced: 9/30/10

Plugging Completed: 9/30/10

Show depth and thickness of all water, oil and gas formations.

Table with 6 columns: Oil, Gas or Water Records (Formation, Content), Casing Record (Surface, Conductor & Production) (Casing, Size, Setting Depth, Pulled Out). Row 1: Surface, 8 5/8", 1499'

Describe in detail the manner in which the well is plugged, indicating where the mud fluid was placed and the method or methods used in introducing it into the hole. If cement or other plugs were used, state the character of same depth placed from (bottom), to (top) for each plug set.

Commenced cementing 9/30/10 @ 2:30 p.m. 1st plug: 50 sx @ 1530', 2nd plug: 50 sx @ 810', 3rd plug: 40 sx @ 300', 4th plug: 20 sx @ 60', 30 sx in RH. Total 190 sx of 60/40 poz. Plugging complete by Consolidated Oil Well Services.

RECEIVED

NOV 09 2010

Plugging Contractor License #: 34233 Name: Maverick Drilling, L.L.C. KCC WICHITA

Address 1: 100 S. Main, Suite 440 Address 2:

City: Wichita State: KS Zip: 67202 +

Phone: (316) 262-6700

Name of Party Responsible for Plugging Fees: Palomino Petroleum, Inc.

State of Kansas County, Harvey, ss.

Klee R. Watchous (Print Name) Employee of Operator or Operator on above-described well

being first duly sworn on oath, says: That I have knowledge of the facts statements, and matters herein contained, and the log of the above-described well is as filed, and the same are true and correct, so help me God.

Signature: Klee R. Watchous