TO:

STATE CORPORATION COMMISSION **CONSERVATION DIVISION - PLUGGING**

130 SOUTH MARKET, SUITE 2078

WICHITA, KANSAS 67202

API Well Number: 15-051-02402-00-00

Spot: SWSWSE

Sec/Twnshp/Rge: 8-12S-17W

322 feet from S Section Line,

2411 feet from E Section Line

Lease Name: KARLIN

Well #: 1

County: ELLIS

Total Vertical Depth: 3644 feet

Operator License No.: 7383

Op Name: GRADY BOLDING CORPORATION

Address: PO BOX 486

ELLINWOOD, KS 67526

String Size Depth (ft) Pulled (ft) Comments SURF 8.625 170 125 SX PROD 5.5 3641 0 150 SX

Well Type: OIL

Perfs:

Date/Time to Plug: 05/16/2011 9:00 AM

Plug Co. License No.: 31529

Plug Co. Name: MIKE'S TESTING & SALVAGE, INC.

UIC Docket No:

Proposal Revd. from: MIKE KELSO

Company: GRADY BOLDING CORPORATION Phone: (620) 938-2943

Method:

Proposed Ordered 400 sxs 60/40 pozmix - 4% gel - 600# hulls - 11 sxs gel.

Plugging | Casing leaks 1750' - 2950' - squeezed with 1350 sxs in 1983.

Perf Tech perfed at 1400' - 830' - 220'.

Lease worked up by Pat Staab.

Plugging Proposal Received By: EDWIN SCHUMACHER Date/Time Plugging Completed: 05/16/2011 12:15 PM

WitnessType: COMPLETE (100%)

KCC Agent: PAT STAAB

Actual Plugging Report:

Mike's Testing & Salvage RIH with tubing to 3600'.

Copeland rigged to tubing and pumped 11 sxs gel - followed with 50 sxs 60/40 pozmix - 4% gel with 200# hulls mixed in.

Pulled tubing to 1970'. Copeland rigged to tubing and mixed and pumped 100 sxs cement with 300# hulls mixed in.

Pulled tubing to 1000' - pumped 145 sxs cement with 100# hulls to circulate cement to surface. Pulled tubing - topped off 5 1/2" casing with 30 sxs cement - hole standing full.

Rigged to 8 5/8" casing and pumped 15 sxs cement.

Max. P.SI. 200#. S.I.P. 200#.

RECEIVED MAY 2 3 2011

KCC WICHITA

Remarks:

District: 04

COPELAND CEMENTING COMPANY-TICKET #36330.

Plugged through: TBG

Signed

(TECHNICIAN)

CW

Form CP-2/3