

**KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION  
CLOSURE OF SURFACE PIT**

Form CDP-4  
April 2004  
Form must be Typed

Operator Name: <b>Palomino Petroleum, Inc.</b>	License Number: <b>30742</b>
Operator Address: <b>4924 SE 84th St., Newton, Kansas 67114-8827</b>	
Contact Person: <b>Klee R. Watchous</b>	Phone Number: ( <b>316</b> ) <b>799 - 1000</b>
Permit Number (API No. if applicable): <b>15-135-25204 0000</b>	Lease Name & Well No.: <b>Ummel Brothers Trust #1</b>
Type of Pit: <input type="checkbox"/> Emergency Pit <input type="checkbox"/> Burn Pit <input type="checkbox"/> Settling Pit <input checked="" type="checkbox"/> Drilling Pit <input type="checkbox"/> Workover Pit <input type="checkbox"/> Haul-Off Pit	Pit Location (QQQQ): <b>SE</b> <b>NE</b> <b>NW</b> <b>NE</b> Sec. <b>23</b> Twp. <b>18S</b> R. <b>24</b> <input type="checkbox"/> East <input checked="" type="checkbox"/> West <b>355</b> Feet from <input checked="" type="checkbox"/> North / <input type="checkbox"/> South Line of Section <b>1588</b> Feet from <input checked="" type="checkbox"/> East / <input type="checkbox"/> West Line of Section Ness _____ County _____

Date of closure: July 8, 2011

Was an artificial liner used?  Yes  No

If no, how were the sides and bottom sealed to prevent downward migration of the pit contents?

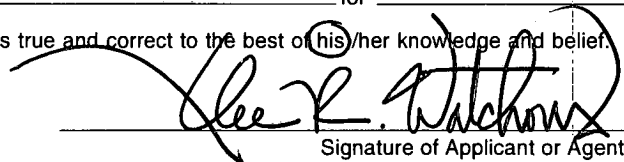
**Native muds and clays.**

Abandonment procedure of pit:

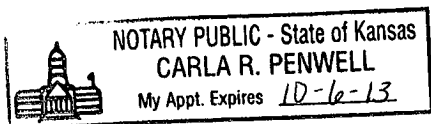
**Backfilled and releveled location.**

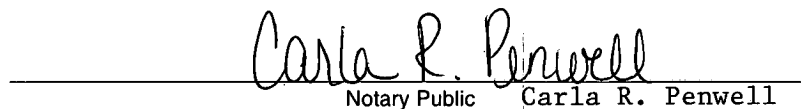
**RECEIVED  
JUL 13 2011  
KCC WICHITA**

The undersigned hereby certifies that he she is President for Palomino Petroleum, Inc. (Co.), a duly authorized agent, that all information shown hereon is true and correct to the best of his/her knowledge and belief.

  
Signature of Applicant or Agent

Subscribed and sworn to me on this 12th day of July, 2011



  
Notary Public Carla R. Penwell

My Commission Expires: October 6, 2013