

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

Form CDP-4
April 2004
Form must be Typed

15-135-25197-0000

Operator Name: Palomino Petroleum, Inc.	License Number: 30742
Operator Address: 4924 SE 84th St., Newton, Kansas 67114-8827	
Contact Person: Klee R. Watchous	Phone Number: (316) 799 - 1000
Permit Number (API No. if applicable): 15-135-25197	Lease Name & Well No.: Livingston #2
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): NE SW SE NW Sec. 26 Twp. 16S R. 25 <input type="checkbox"/> East <input checked="" type="checkbox"/> West 2205 Feet from <input checked="" type="checkbox"/> North / <input type="checkbox"/> South Line of Section 1775 Feet from <input type="checkbox"/> East / <input checked="" type="checkbox"/> West Line of Section Ness County

Date of closure: May 16, 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:

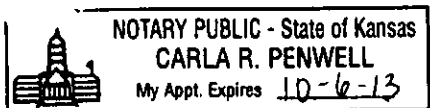
Backfilled and releveled location.

RECEIVED
MAY 23 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.

Klee R. Watchous
Signature of Applicant or Agent

Subscribed and sworn to me on this 20th day of May, 2011



Carla R. Penwell
Notary Public Carla R. Penwell

My Commission Expires: October 6, 2013