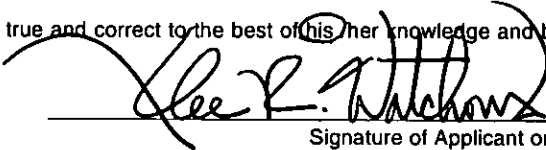

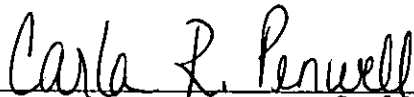


KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

Form CDP-4
April 2004
Form must be Typed

CLOSURE OF SURFACE PIT

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): 15-023-21272 0000	Lease Name & Well No.: Query #1
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): SE - SW - NW - SE Sec. 11 Twp. 5S R. 37 <input type="checkbox"/> East <input checked="" type="checkbox"/> West 1339 Feet from <input type="checkbox"/> North / <input checked="" type="checkbox"/> South Line of Section 2086 Feet from <input checked="" type="checkbox"/> East / <input type="checkbox"/> West Line of Section <p style="text-align: center;">Cheyenne County</p>
Date of closure: <u>July 31, 2011</u>	
Was an artificial liner used? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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.	
The undersigned hereby certifies that <u>he</u> she is <u>President</u> for <u>Palomino Petroleum, Inc.</u> (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 <u>3rd</u> day of <u>August</u> , <u>2011</u>	
	 _____ Notary Public Carla R. Penwell
My Commission Expires: <u>October 6, 2013</u>	

RECEIVED
AUG 04 2011