TO:

STATE CORPORATION COMMISSION **CONSERVATION DIVISION - PLUGGING** 130 SOUTH MARKET, SUITE 2078

WICHITA, KANSAS 67202

Operator License No.: 31725

Plug Co. License No.: 5142

Well Type: DH

Op Name: SHELBY RESOURCES LLC

Address: 445 UNION BOULEVARD SUITE 208

LAKEWOOD, CO 80228

UIC Docket No:

Plug Co. Name: STERLING DRILLING COMPANY

Spot: NWSWSWNE

Lease Name: RGW

County: PAWNEE

String Size

SURF 8.625

Proposal Revd. from: BILLY BORTZ Company: STERLING DRILLING COMPANY

Proposed IST PLUG AT 3880' WITH 50 SX CMT. 2ND PLUG AT 1080' WITH 50 SX CMT. 3RD PLUG AT 570' WITH 50 SX Plugging CMT. 4TH PLUG AT 210' WITH 40 SX CMT. 5TH PLUG AT 60' WITH 20 SX CMT. 6TH PLUG TO CIRCULATE

API Well Number: 15-145-21659-00-00

1047

2035 feet from N Section Line,

Sec/Twnshp/Rge: 16-21S-16W

Date/Time to Plug: 12/15/2011 8:00 AM

Perfs:

Depth (ft) Pulled (ft) Comment

2470 feet from E Section Line

Well #: 1-16

Phone: (620) 672-9508

Total Vertical Depth: 3900 feet

WITH 500 SX CMT

Method: RAT HOLE WITH 30 SX CMT. NO MOUSE HOLE.

Plugging Proposal Received By: KENNY SULLIVAN

WitnessType: COMPLETE (100%) Date/Time Plugging Completed: 12/15/2011 11:55 AM KCC Agent: RICHARD LACEY

Actual Plugging Report:

IST PLUG AT 3867' WITH 50 SX CMT. 2ND PLUG AT 1078' WITH 50 SX CMT. 3RD PLUG AT 570' WITH 50 SX CMT. 4TH PLUG AT 227' WITH 40 SX CMT. 5TH PLUG AT 62' WITH 20 SX CMT. 6TH PLUG TO CIRCULATE RAT HOLE WITH 30 SX CMT, NO MOUSE HOLE.

Remarks:

USED 60/40 POZMIX 4% GEL 1/4# FLO SEAL BY ALLIED.

Plugged through: DP

KCC WICHITA

RECEIVED

DEC 2 1 2011

District: 01

RECEIVED

DEC 1 5 2011

Signed Ruhwd W. Jacey

(TECHNICIAN)

KCC DODGE CITY