

TO:
STATE CORPORATION COMMISSION
CONSERVATION DIVISION - PLUGGING
130 SOUTH MARKET, SUITE 2078
WICHITA, KANSAS 67202

API Well Number: 15-135-25415-00-00
Spot: NWENWSW Sec/Twnshp/Rge: 33-16S-26W
2523 feet from S Section Line, 962 feet from W Section Line
Lease Name: BENTLEY-HORCHEM Well #: 1
County: NESS Total Vertical Depth: 4655 feet

Operator License No.: 30742
Op Name: PALOMINO PETROLEUM, INC.
Address: 4924 SE 84TH ST
NEWTON, KS 67114

String	Size	Depth (ft)	Pulled (ft)	Comment
SURF	8.625	250		WITH 150 SX CMT

Well Type: DH UIC Docket No: _____ Date/Time to Plug: 08/07/2012 9:00 AM
Plug Co. License No.: 5822 Plug Co. Name: VAL ENERGY, INC.
Proposal Rcvd. from: JIMMY SCHULTZ Company: VAL ENERGY, INC. Phone: (316) 263-6688

Proposed Plugging Method: 1ST PLUG AT 2090' WITH 50 SX CMT. 2ND PLUG AT 1280' WITH 80 SX CMT. 3RD PLUG AT 700' WITH 40 SX CMT. 4TH PLUG AT 270' WITH 50 SX CMT. 5TH PLUG AT 60' WITH 20 SX CMT. 6TH PLUG TO CIRCULATE RAT HOLE WITH 30 SX CMT. 7TH PLUG TO CIRCULATE MOUSE HOLE WITH 20 SX CMT.

Plugging Proposal Received By: MICHAEL MAIER WitnessType: NONE
Date/Time Plugging Completed: 08/07/2012 11:30 AM KCC Agent: MICHAEL MAIER

Actual Plugging Report:

Perfs:

1ST PLUG AT 2090' WITH 50 SX CMT. 2ND PLUG AT 1280' WITH 80 SX CMT. 3RD PLUG AT 700' WITH 40 SX CMT. 4TH PLUG AT 270' WITH 50 SX CMT. 5TH PLUG AT 60' WITH 20 SX CMT. 6TH PLUG TO CIRCULATE RAT HOLE WITH 30 SX CMT. 7TH PLUG TO CIRCULATE MOUSE HOLE WITH 20 SX CMT.

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

Plugged through: DP

RECEIVED
AUG 16 2012
KCC WICHITA

District: 01

RECEIVED
AUG - 8 2012
KCC DODGE CITY

Signed

Michael Maier
8/28/12
(TECHNICIAN)

ANZ