TO:

STATE CORPORATION COMMISSION **CONSERVATION DIVISION - PLUGGING**

130 SOUTH MARKET, SUITE 2078

WICHITA, KANSAS 67202

Operator License No.: 34545

Op Name: ELM III OPERATING COMPANY LLC

Address: PO BOX 2446

OKLAHOMA CITY, OK 73101

API Well Number: 15-129-20636-00-01

Spot: NWNE

Sec/Twnshp/Rge: 2-33S-41W

660 feet from N Section Line,

1980 feet from E Section Line

Lease Name: EAGLEY D

Well #: 1

County: MORTON

Total Vertical Depth: 3100 feet

| | | | + | |
|--------|-------|------------|-------------|-----------------|
| String | Size | Depth (ft) | Pulled (ft) | Comment |
| CIBP | | 3077 | | |
| PROD | | 3096 | 0 | WITH 675 SX CMT |
| SURF | 8.625 | 637 | | WITH 400 SX CMT |

Well Type: GAS

UIC Docket No:

Date/Time to Plug: 08/01/2012 8:00 AM

Plug Co. License No.: 34271

Plug Co. Name: KIVETT PLUGGING & PIPE PULLING, INC.

Proposal Rcvd. from: KENNY KIVETT

Company: KIVETT PLUGGING & PIPE PULLI Phone: (580) 363-3036

Plugging

Method:

Proposed PLUGGING PROPOSAL SAME AS ACTUAL PLUGGING.

Plugging Proposal Received By: KEN JEHLIK

WitnessType: NONE

Date/Time Plugging Completed: 08/02/2012 10:00 AM

KCC Agent: KEN JEHLIK

Actual Plugging Report:

TIH W/TBG & TAGGED TOP OF FISH @ 240'. RAN SPEAR ON TBG. GOT IN TO 2 1/16" TBG & PULLED 35000#. COULD NOT MOVE FISH. STUCK. PUMPED 200 SX CMT DOWN 4 1/2" CASING @ 0 PSI. SDON. 8/2/12: PUMPED 50 SX CMT DOWN 4 1/2" CASING. LOAD & PRESSURE CASING TO 100#. (TOC FROM 8/1/12

CALCULATES 650' DOWN) HOOK UP TO 4 1/2" X 8 5/8" ANNULUS & PUMP 45 SX

CMT. PRESSURE TO 50#. HOLDING.

| De | rfe | |
|-----|------|---|
| 1 C | 1113 | • |

| Тор | Bot | Thru | Comments |
|------|------|------|----------|
| 2896 | 2902 | | |
| 2857 | 2902 | | |
| 2778 | 2880 | | |
| 2739 | 2746 | | |
| 2696 | 2710 | | |

RECEIVED

USED CLASS A COMMON CEMENT BY KIVET PLUGGING.

Plugged through: CSG

KCC WICHITA

District: 01

Remarks:

RECEIVED

AUG - 8 2012

Signed

(TECHNICIAN)

Form CP-2/3

KCC DODGE CITY