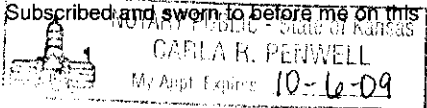


KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION

Form CDP-5  
August 2004  
Form must be Typed

EXPLORATION & PRODUCTION WASTE TRANSFER

07

Operator Name: <b>Palomino Petroleum, Inc.</b>		License Number: <b>30742</b>	
Operator Address: <b>4924 SE 84th St., Newton, Kansas 67114-8827</b>			
Contact Person: <b>Klee R. Watchous</b>		Phone Number: ( <b>316</b> ) <b>799 - 1000</b>	
Permit Number (API No. if applicable): <b>15-185-23424-0000</b>		Lease Name: <b>Hall</b>	
Source of Waste: <input type="checkbox"/> Dike <input type="checkbox"/> Emergency Pit <input type="checkbox"/> Settling Pit <input type="checkbox"/> Workover Pit <input checked="" type="checkbox"/> Drilling Pit <input type="checkbox"/> Burn Pit <input type="checkbox"/> Haul-off Pit <input type="checkbox"/> Steel Pit <input type="checkbox"/> Spill / Escape		Well Number: <b>1 SWD</b> Source Location (QQQQ): <b>C - N/2 - SW/4 -</b> Sec. <b>7</b> Twp. <b>21S</b> R. <b>13</b> <input type="checkbox"/> East <input checked="" type="checkbox"/> West <b>1870</b> Feet from <input type="checkbox"/> North / <input checked="" type="checkbox"/> South Line of Section <b>1210</b> Feet from <input type="checkbox"/> East / <input checked="" type="checkbox"/> West Line of Section <b>Stafford</b> County	
Type of waste to be disposed: <input checked="" type="checkbox"/> Fluid <input type="checkbox"/> Soil <input type="checkbox"/> Mud / Cuttings <input type="checkbox"/> Other: _____			
Amount of waste: <u>4</u> No. of loads <u>320</u> Barrels    _____ Tons    _____ YDS			
Destination of waste: <input type="checkbox"/> Reserve Pit <input checked="" type="checkbox"/> Disposal Well <input type="checkbox"/> Lease Road <input type="checkbox"/> Dike / Berm <input type="checkbox"/> Other: _____			
If waste is transferred to another reserve pit, is the lease active? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
Location of waste disposal:		Date of Waste Transfer: <b>2/5/07</b>	
Operator Name: <b>Bob's Oil Service, Inc.</b>		License No.: <b>32408</b>	
Lease Name: <b>Teichmann SWD</b>		Sec. <b>16</b> Twp. <b>22S</b> R. <b>12</b> <input type="checkbox"/> East <input checked="" type="checkbox"/> West	
Docket No.: <b>D-23,722</b>		County: <b>Stafford</b>	
<p>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 <u>his</u> / her knowledge and belief.</p> <p style="text-align: right;"><i>Klee R. Watchous</i> Agent Signature</p> <p style="text-align: right;">1st day of <u>March</u> 2007</p> <p style="text-align: right;"><i>Carla R. Penwell</i> Notary Public <b>Carla R. Penwell</b></p> <p>Subscribed and sworn to before me on this _____ day of _____, 2007</p> <p> My Commission Expires: <u>October 6, 2009</u></p>			

RECEIVED

MAR 02 2007