

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

API Well Number: 15-135-22655-00-00
Spot: N2NWNWSW Sec/Twnshp/Rge: 28-16S-26W
2310 feet from S Section Line, 500 feet from W Section Line
Lease/Unit Name: HORCHEM Well Number: 1-F
County: NESS Total Vertical Depth: 4588 feet

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

Conductor Pipe: Size feet: 3 1/2" 11
Surface Casing: Size 8.625 feet: 387 WITH 225 SX CMT
Production: Size 4.5 feet: 4584 WITH 175 SX CMT
Liner: Size feet:

Well Type: OIL UIC Docket No: Date/Time to Plug: 10/10/2001 11:15 AM

Plug Co. License No.: 31529 Plug Co. Name: MIKE'S TESTING & SALVAGE, INC.

Proposal Rcvd. from: MONTE ANDREWS Company: MIKE'S TESTING & SALVAGE, INC. Phone: (620) 938-2537

Proposed Plugging Method: SAND BACK TO 4525' & 4 SX CMT. 1ST PLUG AT 2100' WITH 50S X CMT. 2ND PLUG AT 1200' WITH 80 SX CMT. 3RD PLUG AT 410' WITH 50 SX CMT. 4TH PLUG AT 0-40' WITH 10 SX CMT. USE 10 SX GEL FOR SPACER.

Plugging Proposal Received By: SCOTT ALBERG
Date/Time Plugging Completed: 10/10/2001 2:00 PM

Witness Type: Plugging Operations 100% Witnessed (Complete)
KCC Agent: MICHAEL MAIER

Actual Plugging Report:

OPEN HOLE. SANDED TO 4525' & 4 SX CMT. 1ST PLUG AT 1237' WITH 80 SX CMT. 2ND PLUG AT 410' WITH 50 SX CMT. 3RD PLUG AT 40' WITH 10 SX CMT.

Remarks: USED 60/40 POZMIX 6% GEL BY ALLIED. RECOVERED 700' OF 4 1/2" CASING.

Plugged through: CSG

District: 01

Signed Michael J Maier
(TECHNICIAN)

RECEIVED
10-16-01
OCT 16 2001
KCC WICHITA

INVOICED OCT 15 2001
DATE 10-16-01
INV. NO. 2002060812 NP

[Signature]
Form C-273