KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
WELL PLUGGING APPLICATION
Please TYPE Form and File ONE Copy

API #: 129-20545 - 00-00

Well Operator: San Marco Petroleum, Inc. (Previously R.I. Patrick Operating)
KCC License #: 31457

Address: 240 Milwaukee Street, 2nd Floor
City: Denver
State: Colorado
Zip Code: 80206
Contact Phone: (303) 321-0100

Lease: Lendcut
Well #: 4
Sec.: 27
Twp.: 34
S.: 43
East
West

<table>
<thead>
<tr>
<th>NW</th>
<th>NW</th>
<th>SW</th>
</tr>
</thead>
<tbody>
<tr>
<td>2970</td>
<td>Feet (in exact footage) From</td>
<td>North</td>
</tr>
<tr>
<td>4950</td>
<td>Feet (in exact footage) From</td>
<td>East</td>
</tr>
</tbody>
</table>

Check One: [ ] Oil Well [ ] Gas Well [ ] DAA [ ] Cathodic [ ] Water Supply Well
[ ] SWD Docket # [ ] ENHR Docket # [ ] Other:

Conductor Casing Size: 
Set at: 8 5/8
Cemented with: Sacks

Surface Casing Size: 
Set at: 420
Cemented with: Sacks

Production Casing Size: 
Set at: 1224
Cemented with: Sacks

List (ALL) Perforations and Bridgeplug Sets: Open Hole Red Cave formation from 1224 to 1250 ft

Elevation: 3492 T.D.: 1250 PTD:
Anhydrite Depth: (Store Casings/Fracture)

Condition of Well: [ ] Good [ ] Poor [ ] Casing Leaks [ ] Junk in Hole

Proposed Method of Plugging (attach a separate page if additional space is needed): Circulate and clean the wellbore, spot 25 ax (approximately 200 ft) cement from 1230 ft to 1,030 ft, cut the casing head 6 ft below plow line, back fill over site.

Is Well Log attached to this application as required? [ ] Yes [ ] No Is ACO-I filed? [ ] Yes [ ] No

If not explain why: The well was apparently drilled by R.I. Patrick Operating Company in 1981 and was abandoned as a SIGW. KCC recently located the well and brought to our attention. There are no records in our files except the attached completion card

Plugging of this Well will be done in accordance with K.S.A. 8-101 et. seq. and the Rules and Regulations of the State Corporation Commission.

List Name of Company Representative authorized to be in charge of plugging operations: Nafi Onat and/or John Sheridan

Nafi Onat 303-771 5335
Phone: (303) 321-0100

Address: 240 Milwaukee Street, 2nd Floor
City / State: Denver, Colorado

Plugging Contractor: Sargent-Horton Plugging
KCC License #: 31151
Address: R1, Box 49BA, Tyrona, KS, 73951
Phone: (580) 651-3005

Proposed Date and Hour of Plugging (if known):

Payment of the Plugging Fee (K.A.R. 83-5-118) will be guaranteed by Operator or Agent
Date: 2/28/2004
Authorized Operator / Agent: NAFI ONAT

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

RECEIVED
APR 28 2004
KCC WICHITA

SURE END

SIGNED

4-26-04
JOHN F. SHERIDAN
PRESIDENT
NOTICE OF RECEIPT OF WELL PLUGGING APPLICATION (CP-1)

San Marco Petroleum, Inc.
240 Milwaukee St - 2nd Floor
Denver, CO 80206

May 03, 2004

Re: LENDCUT #4
API 15-129-20545-00-00
NWNWSW 27-34S-43W, 2970 FNL 4950 FEL
MORTON COUNTY, KANSAS

Dear Operator:

This letter is to notify you that the Conservation Division is in receipt of your plugging proposal, form CP-1, for the above-captioned well.

Your CP-1 has been reviewed by the Conservation Division central office for completeness and to verify license numbers. The plugging proposal will now be forwarded to the district office listed below for review of your proposed method of plugging.

Please contact the district office for approval of your proposed plugging method at least five (5) days before plugging the well, pursuant to K.A.R. 82-3-113 (b). If a workover pit will be used during the plugging of the well it must be permitted. A CDP-1 form must be filed and approved prior to the use of the pit.

The Conservation Division’s review of form CP-1, either in the central or district office, does not include an inquiry into well ownership or the filing operator’s legal right to plug the well.

This notice in no way constitutes authorization to plug the above-captioned well by persons not having legal rights of ownership or interest in the well. This notice is void after ninety (90) days from the above date.

Sincerely,

David P. Williams
Production Supervisor

District: #1
210 E Frontview, Suite A
Dodge City, KS 67801
(620) 225-8888