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STATE OF KANSAS
KANSAS CORPORATION COMMISSION
CONSERVATION DIVISION
130 South Market - Room 2078
Wichita, Kansas 67202

FORM CP-1 (3/92)

WELL PLUGGING APPLICATION FORM
(PLEASE TYPE FORM and File ONE Copy)

API # Comp. 4-4-52 (Identifier number of this well). This must be listed for
wells drilled since 1967; if no API# was issued, indicate spud or completion date.

WELL OPERATOR PREMIER OIL & EXPLORATION, INC. KCC LICENSE # 32846
ADDRESS 1100 Airport Road (owner/company name) CITY Hutchinson
STATE Kansas ZIP CODE 67501 CONTACT PHONE # (620) 727-0172
LEASE Horst B WELL# 7 SEC. 33 T. 16 R. 10W (East/West)
- NE - SE - SW SPOT LOCATION/QQQ COUNTY Ellsworth
990 FEET (in exact footage) FROM S (circle one) LINE OF SECTION (NOT Lease Line)
2310 FEET (in exact footage) FROM E (circle one) LINE OF SECTION (NOT Lease Line)

Check One: OIL WELL X GAS WELL D&A SWD/ENHR WELL DOCKET#

CONDUCTOR CASING SIZE SET AT CEMENTED WITH SACKS
SURFACE CASING SIZE 8-5/8" SET AT 297' CEMENTED WITH SACKS
PRODUCTION CASING SIZE 5-1/2" SET AT 3263' CEMENTED WITH SACKS

LIST (ALL) PERFORATIONS AND BRIDGEPUG SETS:

ELEVATION T.D. 3310' PBTD ANHYDRITE DEPTH
(G.L./K.B.) (Stone Corral Formation)

CONDITION OF WELL: GOOD X POOR CASING LEAK JUNK IN HOLE

PROPOSED METHOD OF PLUGGING ACCORDING TO THE RULES AND REGULATIONS OF THE STATE
OF KANSAS.

(If additional space is needed attach separate page)

IS WELL LOG ATTACHED TO THIS APPLICATION AS REQUIRED? No IS ACO-1 FILED? Unavailable

If not explain why:

PLUGGING OF THIS WELL WILL BE DONE IN ACCORDANCE WITH K.S.A. 55-101 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:

Kevin Bowen PHONE# (620) 727-0172

ADDRESS 1100 Airport Road City/State Hutchinson, Kansas 67501

PLUGGING CONTRACTOR Mike's Testing & Salvage Inc. KCC LICENSE # 31529
(company name) (contractor's)
ADDRESS P.O. Box 467 Chase, Kansas 67524 PHONE # ( ) (316) 938-2943

PROPOSED DATE AND HOUR OF PLUGGING (If Known?) ASAP

PAYMENT OF THE PLUGGING FEE (K.A.R. 82-3-118) WILL BE GUARANTEED BY OPERATOR OR AGENT
DATE: 4-28-04 AUTHORIZED OPERATOR/AGENT: [Signature]
NOTICE OF RECEIPT OF WELL PLUGGING APPLICATION (CP-1)

Premier Oil & Exploration Inc
1100 Airport Rd
Hutchinson, KS 67501

May 03, 2004

Re: HORST B #7
   API 15-053-00713-00-00
   NESESE 33-16S-10W, 990 FSL 2310 FWL
   ELLSWORTH 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

[Signature]
David P. Williams
Production Supervisor

District: #2
130 S. Market, Room 2125
Wichita, KS 67202-3208
(316) 337-6231