KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
WELL PLUGGING APPLICATION

API #: 15-009-03064 - DD - DD (Identifier Number of this well). This must be listed for wells drilled since 1967; if no API # was issued,
indicate original spud or completion date.

Well Operator: Kahan & Associates, Inc., KCC License #: 4252

Address: P.O. Box 700780
City: Tulsa

State: OK Zip Code: 74170-0780 Contact Phone: (918) 492 - 9797

Lease: Joe Prusa Well #: 3 Sec. 20 Twp. 16 S. R. 11 East [x] West

NW - NE - Spot Location / QQQQ County: Barton

440 Feet (in exact footage) From [x] North / [ ] South (from nearest outside section corner) Line of Section (Not Lease Line)

2200 Feet (in exact footage) From [x] East / [ ] West (from nearest outside section corner) Line of Section (Not Lease Line)


□ SWD Docket # □ ENRH Docket # [ ] Other:

Conductor Casing Size: Set at: Cemented with: Sacks

Surface Casing Size: 10 3/4" Set at: 105' Cemented with: 100 Sacks

Production Casing Size: 5 1/2" Set at: 3302' Cemented with: 150 Sacks

List (ALL) Perforations and Bridgeplug Sets: Pfs L/KC 3125'-3233'

RBP 3111' Cement & junk in hole @ 2696'

Elevation: 1850' (KGL / KRG) TD: 3313' PBTD: 2696' Anhydrite Depth: 725'

(Stone Corral Formation)

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

Proposed Method of Plugging (attach a separate page if additional space is needed): Fill to surface with cement

Is Well Log attached to this application as required? [x] Yes [ ] No Is ACO-1 filed? [x] Yes [ ] No

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: David M. Wilson

Address: P.O. Box 700780
City / State: Tulsa, OK

Plugging Contractor: Allied Cementing Company, Inc., KCC License #: (Contractor’s)

Address: P.O. Box 31, Russell KS 67665-0031 Phone: (785) 483 - 2627

Proposed Date and Hour of Plugging (if known?): 08/01/04

Payment of the Plugging Fee (K.A.R. 82-3-118) will be guaranteed by Operator or Agent

Date: 08/27/04 Authorized Operator / Agent: David M. Wilson (Signature)

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

RECEIVED
AUG 30 2004

KCC-WICHITA
Kahan & Associates, Inc.  #4252
P.O. Box 700780
Tulsa, Oklahoma  74170

Re: Joe Prusa Lease
Well #3
NW-NW-NE/4
Sec. 20-16-11W
Barton County, Kansas

Attention: Operator

Commission records indicate that the above referenced well was last owned and/or operated under your name and that the well appears to have been abandoned and unplugged longer than ninety (90) days. Furthermore, there is no record at the Conservation Division Office that current Temporary Abandoned status has been requested or granted.

K.A.R. 82-3-111 states in part:
(a) Within 90 days after operations cease on any well drilled for the purpose of exploration, discovery, service or production of oil, gas or other minerals, the owner or operator of the well shall:
(1) Plug the well; or
(2) File an application with the Conservation Division requesting Temporary Abandonment, on the forms prescribed and furnished by the Conservation Division.

This letter is to serve notice that the above referenced well is in violation of K.A.R. 82-3-111. Said well must be placed back into production, plugged or classified as a Temporary Abandoned well, provided approval is granted, by filing a CP-111 Form with the Kansas Corporation Commission, Conservation Division: Attention Richard Williams, 2301 East 13th Street, Hays, Kansas 67601.

This needs to be accomplished by September 03, 2004. Failure to comply with this request may result in the imposition of administrative penalties as well as an order to plug the subject well. Your prompt attention will be appreciated.

RECEIVED
AUG 30 2004
KCC WICHITA

Sincerely,

Temporary Abandoned
Well Coordinator

cc: Deines/file
NOTICE OF RECEIPT OF WELL PLUGGING APPLICATION (CP-1)

Kahan and Associates, Inc
PO Box 700780
Tulsa, OK 74170-780

August 31, 2004

Re: JOE PRUSA #3
API 15-009-03064-00-00
NWNWNE 20-16S-11W, 440 FNL 2200 FEL
BARTON 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: #4
2301 E. 13th
Hays, KS 67601
(785) 625-0550