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

WELL PLUGGING APPLICATION FORM

API # October 8, 1956 (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 Shields Oil Producers, Inc. KCC LICENSE # 5184
ADDRESS Shields Bldg. CITY Russell,

STATE Kansas ZIP CODE 67665 CONTACT PHONE # (785-483-3141

LEASE Holland WELL# 1 SEC. 17 T. 12 R. 15 (East/West

SE SW SW SPOT LOCATION/QQQQ COUNTY Russell

330 FEET (in exact footage) FROM N (circle one) LINE OF SECTION (NOT Lease Line)

4290 FEET (in exact footage) FROM S W (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 903 CEMENTED WITH 400 SACKS

PRODUCTION CASING SIZE 4 1/2 SET AT 3262 CEMENTED WITH 200 SACKS

LIST (ALL) PERFORATIONS AND BRIDGEPLUG SETS: Perf's 2488-2492, 3003-3009, Open hole 3262-3266

ELEVATION 1850 T.D. 3266 PBTBD 3243 ANHYDRITE DEPTH 893 (Stone Corral Formation)

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

PROPOSED METHOD OF PLUGGING Per K.C.C. rules and regulations

(If additional space is needed attach separate page)

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

If not explain why? Drilled before ACO-1 forms

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:

Mike McGlocklin PHONE# ( ) 785-483-9800

ADDRESS Shields Bldg. City/State Russell, KS 67665

PLUGGING CONTRACTOR Quality Well Service KCC LICENSE # 31925
ADDRESS 249 E. Beth Dr. Sterling, KS 67579 PHONE # ( ) 620-727-3410

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

PAYMENT OF THE PLUGGING FEE (K.A.R. 82-3-118) WILL BE GUARANTEED BY OPERATOR OR AGENT

DATE: 9-9-04 AUTHORIZED OPERATOR/AGENT: Burton Beery

(signature)
Operator: Shields Oil Producers
Well: Holland #1
Commenced: October 8, 1956
Completed: October 21, 1956
Contractor: Shields Drilling Co., Inc.

WELL LOG

Well Description: SE SW SW
Sec. 17-12S-15W
Russell County, Kansas

Elevation: 1850'
Treatment: None
Production: 25 BOPD

Tops: Topeka 2706'
  Heebner 2924'
  'Toronto 2943'
  Lansing-KC 2978'
  Gorham Sand 3260'

Figures Indicate Bottom of Formations

Surface clay, lime, shale 225
Shale & shells 430
Shale & red bed streaks 625
Sand & red bed 875
Red bed 893
Anhydrite 933
Red bed, shale & broken lime 1190
Shale, shells & salt streaks 1300
Salt, shale & shells 1600
Shale & lime 1736
Lime & shale 1875
Shale & lime 1955
Lime & shale 2060
Lime 2195
Shale & lime 2480
Shale 2570
Shale & lime 2810
Lime 2905
Lime & shale 2960
Lime 3266 RTD

NOTES

DST #1 2871-2905 Tool open 1 hr. w/good blow. Recovered 480' gas, 145' HOCM. BHP-570#.
DST #2 2930-2960 Tool open 1 hr. w/good blow. Recovered 420' gas, 125' oil and gas cut mud. BHP-380#.
DST #3 2979-2990 Tool open 1 hr. w/good blow. Recovered 80' oil and gas cut mud, 347' oil and gas cut salt water. BHP-220#.
DST #4 3004-3025 Tool open 1 hr. w/strong blow. Recovered 2050' gas, 115' muddy oil, 60' free oil. BHP-340#.
DST #5 3052-3080 Tool open 1 hr. w/good blow. Recovered 250' gas, 70' oil and gas cut mud, 300' oil and gas cut salt water. BHP-600#.
NOTICE OF RECEIPT OF WELL PLUGGING APPLICATION (CP-1)

Shields Oil Producers Inc
326 Main
Russell, KS 67665-0709

September 14, 2004

Re: HOLLAND #1
   API 15-167-01822-00-00
   SESWSW 17-12S-15W, 330 FSL 4290 FEL
   RUSSELL 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: #4
2301 E. 13th
Hays, KS 67601
(785) 625-0550