VERBAL PERMIT FORM
(To Be Filed By Plugging Agent)

J. P. Roberts
Administrator
500 Insurance Building
Wichita, Kansas 67202

Dear Sir:

Mr. Duane Born of Paine Drilling Co., Inc., has this
date requested permission to plug the following described well:

Mr. Born guarantees payment of the plugging fee.

Operator's full Name: Halliburton Oil Producing Company,

Complete Address: 520 Cameron Building, Oklahoma City, Oklahoma.

Lease Name: Derby Well No. 1

Location: SW-NE-SW Sec. 14 Twp. 5 Rge. (E)(W) 28

County: Sheridan Total Depth 4010 Oil Well

Gas Well ___ Input Well ___ SWD Well ___ D & A X Lost Hole ___

Mr. Born was instructed to plug the well as follows:

228'-7" OD Surface casing, cement circulated with 130 Sx. (G-1" Hole).

Circulate hole with heavy mud. Pull DP to 1575' and displace 100 Sx.
cement thru DP. Pull DP to 2400' and displace 20 Sx. cement thru DP.

Pull DP, set bridge @ 40' with 3 sack hulls and 10 Sx. cement to bottom of cellar.

Very truly yours,

Conservation Division Agent