Well Plugging Record  
K.A.R. -82-3-117

API NUMBER  15-007-22861-00-00
LEASE NAME  Smith
WELL NUMBER  B #1

1800 Ft. from South Line of Section
460 Ft. from East Line of Section

LEASE OPERATOR  American Energies Corporation
ADDRESS  155 N Market, Suite 710
CITY, STATE, ZIP  Wichita, KS 67202
PHONE #  316-263-5785
Character of Well  (Oil, Gas, D&A, SWD, Input, Water Supply Well)
The plugging proposal was approved on  11/23/04 - 8:30 a.m.
by  Steve Middleton
Is ACO-1 Filed?  Yes
Producing Formation(s)  None
Show depth and thickness of all water, oil and gas formations.

<table>
<thead>
<tr>
<th>FORMATION</th>
<th>CONTENT</th>
<th>FROM</th>
<th>TO</th>
<th>SIZE</th>
<th>PUT IN</th>
<th>PULL OUT</th>
</tr>
</thead>
<tbody>
<tr>
<td>Surface</td>
<td>Water sands</td>
<td>332'</td>
<td>0'</td>
<td>8 5/8&quot; 23#</td>
<td>9 Jts - 336'</td>
<td>None</td>
</tr>
</tbody>
</table>

Describe in detail the manner in which the well was plugged, indicating where the mud fluid was placed and the method or methods used in introducing it into the hole. If cement or other plugs were used, state the character of same and depth placed, from _______ feet to _______ feet each set.

Bottom plug @ 650' - 50 sx, 2nd plug @ 370' - 50 sx, 3rd plug @ 40' - 10 sx - cemented to surface
Rathole - 15 sx - total of 125 sx 60/40 poz - 6% gel.

NAME OF PLUGGING CONTRACTOR  Allied Cementing Co., Inc.  Sterling Drilling Co
Name of Licensed Contractor  Alan L. DeGood
Licence No.  1042
Address  P.O. Box 31
City: Russell  State: Kansas  Zip 67665

NAME OF PARTY RESPONSIBLE FOR PLUGGING FEES:  American Energies Corporation  (Operator)

STATE OF  KANSAS  COUNTY OF  Sedgwick

Alan L. DeGood, President  (Employee of Operator or (Operator) of above described well, being first duly sworn on oath, says: That I have knowledge of the facts, statements, and matters herein contained and the log of the above described well as filed that the same are true and correct, so help me God.

(Signature)  Alan L. DeGood  (Alan L. DeGood, President, American Energies Corporation)

(Address)  155 North Market, Suite 710  City: Wichita  State: Kansas  Zip 67202

SUBSCRIBED AND SWORN TO me this 30th day of November, 2004

My Commission Expires: 3/12/08

MELINDA S. WOOTEN  Notary Public - State of Kansas  My Appt. Expires 2-13-08

RECEIVED  DEC. 2 2004  KCC WICHITA