STATE OF KANSAS
KANSAS CORPORATION COMMISSION
CONSERVATION DIVISION
130 SOUTH MARKET • ROOM 2078
WICHITA, KANSAS 67202

WELL PLUGGING APPLICATION FORM
(please type form and file one copy)

API # 15-051-02512-00-00 [identifier number of this well]. This must be listed for wells drilled since 1967; if no API# was issued, indicate spud or completion date. 6/05

WELL OPERATOR: Borexco Inc. KCC LICENSE # 5363
ADDRESS: P.O. Box 723 CITY: Hays
STATE: KS ZIP CODE: 67601 CONTACT PHONE: (785) 628-6101
LEASE: Koblitz WELL #: 3 SEC. 23 T. 125 R. 18 (East/West)

W/L, NW, NW SPOT LOCATION/QQQQ COUNTY: Ellis
FEET (in exact footage) FROM S/N (circle one) LINE OF SECTION (NOT Lease Line)
FEET (in exact footage) FROM E/W (circle one) LINE OF SECTION (NOT Lease Line)

CHECK ONE: OIL WELL V GAS WELL D&G SWD/ENHR WELL DOCKET #

CONDUCTOR CASING SIZE: 8 5/8 SET AT: Cemented with: 100 SACKS
SURFACE CASING SIZE: 8 5/8 SET AT: 1248 Cemented with: 225 SACKS
PRODUCTION CASING SIZE: 4 1/8 SET AT: 3670 Cemented with: 100 SACKS

LIST (ALL) PERFORATIONS AND BRIDGEPLUG SETS: 3403-11, 3440-44, 3455-59, 3486-88
ELEVATION: 2160 T.D. 3688 PBTB 3497-3506 ANHYDRITE DEPTH
(G.L./K.B.) (Stone Corral Formation)

CONDITION OF WELL: GOOD ______ POOR ______ CASING LEAK ______ JUNK IN HOLE [V]

PROPOSED METHOD OF PLUGGING: Plugging of this well will be done in accordance with all the rules & regulations of the state of Kansas.

(If additional space is needed attach separate page)

IS WELL LOG ATTACHED TO THIS APPLICATION AS REQUIRED? YES ______ IS ACO-1 FILED? ______

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:

Curt Gabel PHONE: (785) 628-6101
ADDRESS: P.O. Box 723 CITY/STATE: Hays, KS 67601 99999 6/05

PLUGGING CONTRACTOR: Borexco Inc. KCC LICENSE # 5363
ADDRESS: P.O. Box 723 CITY/STATE: Hays, KS 67601 PHONE: (785) 628-6101

PROPOSED DATE AND HOUR OF PLUGGING (IF KNOWN): 1/29/2005

PAYMENT OF THE PLUGGING FEE (K.S.A. 82-3-118) WILL BE GUARANTEED BY OPERATOR OR AGENT
DATE: 2-16-05 AUTHORIZED OPERATOR/AGENT: [signature]
NOTICE OF RECEIPT OF WELL PLUGGING APPLICATION (CP-1)

Berexco, Inc.
PO Box 20380
Wichita, KS 67208

February 25, 2005

Re: KOBLITZ #3
API 15-051-02512-00-00
W2NWNW 23-12S-18W, FL FL
ELLIS 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