VERBAL PERMIT FORM
(To Be Filed By Plugging Agent)

J. Lewis Brock
Administrator
500 Insurance Building
Wichita, Kansas 67202

Dear Sir:

Mr. Bob Delaney of Leben Drilling, Incorporated has this date requested permission to plug the following described well:

Mr. Delaney guarantees payment of the plugging fee.

Operator's full Name: Tilco Et al.

Complete Address: 815 Wichita Plaza Building, Wichita, Kansas.

Lease Name: Horton Well No. 1

Location: SW-SW-NW Sec. 34 Twp. 6 Rge. (E)(W) 26

County: Sheridan Total Depth 4065 Oil Well

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

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

322'--8 5/8" Surface casing, cement circulated with 200 Sx.
Top of Dakota section @ 1100'.

Circulate hole with heavy mud. Pull DP to 1375' and displace 100 Sx. cement thru DP. Pull DP to 335' and displace 20 Sx. cement thru DP. Pull DP, set bridge @ 40' with ½ sack hulls and 10 Sx. cement to bottom of cellar.

Very truly yours,

[Signature]

Conservation Division Agent