Lease Operator: V.J.I. Natural Resources Inc
Address: 30-38 48th St., Astoria, New York 11103
Phone: (785) 625-8360 Operator License #: 30420

Type of Well: D & A
Docket #: (Oil, Gas D&A, SWD, ENHR, Water Supply Well, Cathodic, Other)
(If SWD or ENHR) The plugging proposal was approved on: 12-07-04

by: Herb Deines (KCC District Agent's Name)

Is ACO-1 filed? Yes No If not, is well log attached? Yes No

Producing Formation(s): List All (If needed attach another sheet)
Depth to Top: Bottom: T.D.

Show depth and thickness of all water, oil and gas formations.

<table>
<thead>
<tr>
<th>Formation, Oil, Gas or Water Records</th>
<th>Casing Record (Surface Conductor &amp; Production)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Surface Pipe</td>
<td>From: 8 5/8&quot; To: 917</td>
</tr>
</tbody>
</table>

Describe in detail the manner in which the well is 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 depth placed, from _____ feet to _____ feet each set.

1st Plug @ 3625' with 25sx poz
2nd Plug @ 1250' with 25sx poz
3rd Plug @ 925' with 100sx poz
4th Plug @ 40' with 10sx poz Rathole plugged with 15sx poz

Name of Plugging Contractor: Anderson Drilling
Address: P.O. Box 31, Russell, Kansas 67665
Name of Party Responsible for Plugging Fees: V.J.I. Natural Resources Inc.

State of New York County, ss.

Jason Dingess, agent (Employee of Operator) or (Operator) on 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, and that the same are true and correct, so help me God.

CHRISTINE SCHLYER
NOTARY PUBLIC
STATE OF KANSAS
My Appt. Exp. 10-12-06

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202
ALLIED CEMENTING CO., INC.
PO. BOX 31
RUSSELL: 67665
PH (785) 483-3887
FAX (785) 483-5566
FEDERAL TAX ID# 48-0727860

***************
* INVOICE *
***************

Invoice Number: 095399
Invoice Date: 12/16/04

RECEIVED
JUL 12 2005
KCC WICHITA

Sold: V. J. I. Natural Res.Inc.
To: 30-38 48 Street
Astoria, NY
11103

Cust I.D......: VJI
P.O. Number...: Kraus #1
P.O. Date.....: 12/16/04

Due Date.: 01/15/05
Terms.....: Net 30

<table>
<thead>
<tr>
<th>Item I.D./Desc.</th>
<th>Qty. Used</th>
<th>Unit</th>
<th>Price</th>
<th>Net</th>
<th>TX</th>
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</thead>
<tbody>
<tr>
<td>Common</td>
<td>105.00</td>
<td>SKS</td>
<td>7.8500</td>
<td>824.25</td>
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<tr>
<td>Pozmix</td>
<td>70.00</td>
<td>SKS</td>
<td>4.1000</td>
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<td>Gel</td>
<td>9.00</td>
<td>SKS</td>
<td>11.0000</td>
<td>99.00</td>
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<tr>
<td>FloSeal</td>
<td>44.00</td>
<td>LBS</td>
<td>1.4000</td>
<td>61.60</td>
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<tr>
<td>Handling</td>
<td>185.00</td>
<td>SKS</td>
<td>1.3500</td>
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<tr>
<td>Mileage (37)</td>
<td>37.00</td>
<td>MILE</td>
<td>9.2500</td>
<td>342.25</td>
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<tr>
<td>185 sks @$.05 per sk per mi</td>
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<tr>
<td>Rotary Plug</td>
<td>1.00</td>
<td>JOB</td>
<td>700.0000</td>
<td>700.00</td>
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<tr>
<td>Mileage pmp trk</td>
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<td>MILE</td>
<td>4.0000</td>
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<td>Wood Plug</td>
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<td>EACH</td>
<td>30.0000</td>
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</table>

All Prices Are Net, Payable 30 Days Following Date of Invoice. 1 1/2% Charged Thereafter. If Account CURRENT take Discount of $274.18 ONLY if paid within 30 days from Invoice Date

Subtotal: 2741.85
Tax......: 145.32
Payments: 0.00
Total....: 2887.17

2612.49
5207.59
7820.58
# Allied Cementing Co., Inc. Form

**REM TO:** P.O. Box 31  
RUSSELL, KANSAS 67665  

**DATE:** 12/04  
**SEC:** 16  
**TWP:** 1S  
**RANGE:** 19  
**CALLED OUT:** 4:30 AM  
**ON LOCATION:** 9:30 AM  
**JOB START:** 9:55 AM  
**JOB FINISH:** 3:00 PM  
**LEASE:** Kansas  
**WELL #:** 1  
**LOCATION:** SW 1/4 Sec 19  
**COUNTY:** Ellis  
**STATE:** KS  

**CONTRACTOR:** A & A Only  
**TYPE OF JOB:** Rotary Drilling & D.E.P.  
**HOLE SIZE:** 9 1/2 I.D. - 3685'  
**CASING SIZE:** 11 1/2 I.D. - 3625'  
**TUBING SIZE:** 11 1/2 DEPTH  
**DRILL PIPE:** 11 1/2 DEPTH  
**TOOL:** 11 1/2 DEPTH  
**PRES. MAX:** MINIMUM  
**MEAS. LINE:** SHOE JOINT  
**CEMENT LEFT IN CSG:**  
**PERFS:**  
**DISPLACEMENT:**  

**OWNER:** U.J.I  
**CEMENT:**  
**AMOUNT ORDERED:** 275 TYS - 6,040 lbs  
**COMMON:** 105 @ .44 @ 785 - 824.28  
**POZMIX:** 70 @ .44 @ 4.10 - 287.00  
**GEL:** 9 @ .44 @ 11.00 - 99.00  
**CHLORIDE:**  
**ASC:**  
**FOO SEAL:** 44 @ .44 @ 1.40 - 61.60  
**RECEIVED:** JUL 12 2005  
**KCC WICHITA:**  
**HANDLING:** 185 @ .44 @ 1.40 - 249.78  
**MILEAGE:** 185 @ .08 @ 37 - 342.25  
**TOTAL:** 1363.86  

**EQUIPMENT:**  
**PUMP TRUCK #1:** 81  
**CEMENTER:** Mark  
**HELPER:** Dan Dmitri  
**BULK TRUCK #1:** 312  
**DRIVER:** Steve  
**BULK TRUCK #2:**  
**DRIVER:**  

**REMARKS:**  
1st plug 3625' 3611' 166 95 1661' behind minor 6min on service  
2nd plug 1250'14 166 95 1350' disp  
3rd plug 935' 166 1051' 95 194' 341'  
4th plug 935' 166 95 194' 341'  
**Bolter:** 13 44  
**TOTAL:**  

**PLUG & FLOAT EQUIPMENT:**  
1 work 7/4 plug @ 3000 3000  

**CHARGE TO:** UJ.I Natural Resources

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To Allied Cementing Co., Inc.  
You are hereby requested to rent cementing equipment