KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
WELL PLUGGING APPLICATION

API #: 009-21636 - C0 - C0
(Identifier Number of this well). This must be listed for wells drilled since 1967; if no API # was issued.

Well Operator: Mai Oil Operations, Inc.
KCC License #: 5259

Address: P.O. Box 33
City: Russell
State: Kansas
Zip Code: 67665
Contact Phone: (785) 483 - 2169

Lease: Krug
Well #: 4
Sec. 8
Twp. 16
R. 13
E. 7
W. 7

N2 - NW - NE - Spot Location / QQQQ Country: Barton

430 Feet (in exact figure) From North / South (from nearest outside section corner) Line of Section (Not Lease Line)
1980 Feet (in exact figure) From East / West (from nearest outside section corner) Line of Section (Not Lease Line)

Check One: Oil Well Gas Well D&A Cathodic Water Supply Well
SWD Docket # ENHR Docket # Other:

Conductor Casing Size: Set at:
Surface Casing Size: Set at:
Production Casing Size: Set at:

List (ALL) Perforations and Bridgeplug Sets: Open hole 3384-86'

Elevation: 1933
T.D.: 3386'
PBTD: 3386'
Anhydrite Depth: 900'
(Stone Corral Formation)

Condition of Well: Good Poor Casing Leak Junk in Hole

Proposed Method of Plugging (attach a separate page if additional space is needed):

Is Well Log attached to this application as required? Yes No Is ACO-1 filed? Yes No
If not explain why: No Records

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: Allen Bangert

Address: P.O. Box 33
Phone: (785) 483 - 2169
City / State: Russell, Ks. 67665

Plugging Contractor: Quality Well Service
(Company Name) KCC License #: 31925
Address: 401 W. Main, Lyons, Ks. 67554
Phone: (620) 257 - 2719

Proposed Date and Hour of Plugging (if known?):

Payment of the Plugging Fee (K.A.R. 82-3-118) will be guaranteed by Operator or Agent

Date: 11-11-05
Authorized Operator / Agent: Allen Bangert
(Signature)

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

RECEIVED
NOV 2 1 2005
KCC WICHITA
NOTICE OF RECEIPT OF WELL PLUGGING APPLICATION (CP-1)

Mai Oil Operations, Inc.  
4514 Cole Ave., STE 740, LB 30  
Dallas, TX 75205

November 29, 2005

Re:  KRUG #4  
API 15-009-21636-00-00  
N2NWNE 8-16S-13W, 430 FNL 1980 FEL  
BARTON 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