Lease Operator: Horseshoe Operating, Inc.

Address: 110 W. Louisiana, Suite 200 Midland, Texas 79701

Phone: (432) 683-1448 Operator License #: 4894

Type of Well: Gas Docket #: (If SWD or ENHR)

(Oil, Gas D&A, SWD, ENHR, Water Supply Well, Cathodic, Other)

The plugging proposal was approved on: 11/7/05 (Date)

by: David P. Williams (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)

<table>
<thead>
<tr>
<th>Depth to Top</th>
<th>Bottom</th>
<th>T.D.</th>
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<tbody>
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Show depth and thickness of all water, oil and gas formations.

<table>
<thead>
<tr>
<th>Oil, Gas or Water Records</th>
<th>Casing Record (Surface Conductor &amp; Production)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Formation</td>
<td>Content</td>
</tr>
<tr>
<td>Surf</td>
<td>8-5/8</td>
</tr>
<tr>
<td>Prod</td>
<td>4-1/2</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 (bottom), to (top) for each plug set.

RU Peak Wireline tag top of packer @ 1531'. Set bridge plug @ 1350'. Dump 2 sxs cement on top of plug. Perforate 4-1/2 casing @ 1320 with 4 holes. RU Allied Cementing. Pump into perfs @ 500#. Pump 80 sxs 60/40 poz 6% gel dwn 4-1/2 casing. Then follow w/20 sxs and 200# hulls, then 90 sxs. Pressured hold @ 1000#, holder @ 750#. RU on annulus and pump 210 sxs 60/40 poz 6% gel Pressure up to 150#, holding 50#.

Name of Plugging Contractor: Allied Cementing

License #: RECEIVED 2005

Russell, KS

Name of Party Responsible for Plugging Fees: Horseshoe Operating, Inc.

State of Texas County of Midland, ss.

Debbie Franklin (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 is as filed, and the same are true and correct, so help me God.

(Signature) Dvin Franklin

(Address) 110 W. Louisiana, Ste. 200 Midland, Texas

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