Notice: Fill out COMpletely and return to Conservation Division at the address below within 60 days from plugging date.

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
WELL PLUGGING RECORD
K.A.R. 82-3-117

Lease Operator: Palominio Petroleum, Inc.
Address: 4924 SE 84th St., Newton, Kansas 67114-8827
Phone: (316) 799-1000 Operator License #: 30742

Type of Well: Oil
Docket #: (Oil, Gas D&A, SWD, ENHR, Water Supply Well, Cathodic, Other) (If SWD or ENHR)

The plugging proposal was approved on: December 14, 2005 (Date)

by: Richard Lacey (KCC District Agent's Name)

Is ACO-1 filed? Yes No
If not, is well leg 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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</thead>
<tbody>
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</tbody>
</table>

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>-----------</td>
<td>---------</td>
</tr>
<tr>
<td>0</td>
<td>219'</td>
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</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.

50 sx @ 1620', 80 sx @ 810', 40 sx @ 400', 50 sx @ 240', 20 sx @ 60', 15 sx in RH of 60-40 poz, 6% gel w/1/4# FC/sx.

RECEIVED

KANSAS CORPORATION COMMISSION
JAN 17, 2006

Name of Plugging Contractor: Pickrell Drilling Company, Inc.
Address: 100 S. Main, Suite 505, Wichita, Kansas 67202-3738

Name of Party Responsible for Plugging Fees: Palominio Petroleum, Inc.

State of Kansas County: Harvey

Klee R. Watchous (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)

(Notary Public - State of Kansas)
CARLA R. PENWELL
My Appt. Expires: 10-6-09

Notary Public: Carla R. Penwell

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