Expected Spud Date: February 25, 2006

OPERATOR: License # 30742
Name: Parnimo Petroleum, Inc.
Address: 4824 SE 68th St.
City/State: Newton, Kansas 67114-8827
Contact Person: Kim R. Wachtough
Phone: (316) 799-1000

CONTRACTOR: License # 33350
Name: Southwind Drilling, Inc.

Well Drilled For: Oil
Well Class: Casing and Intermediate
Type of Equipment: Rotary

If OHWD is used, enter information as follows:
Well Name: Original Completion Date: Original Total Depth:
Directional, Deviated or Horizontal well? [Yes/No]
If any, vertical depth:
Bottom Hole Location:
KCC DKT #

AFFIDAVIT
The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55 et. seq.

1. Notify the appropriate district office prior to spudding of well;
2. A copy of the approved notice of intent to drill shall be posted on each drilling rig.
3. The minimum amount of surface space as specified below shall be set by erecting a fence or other similar means around the well site in conformance with any landscaping regulations which may apply.
4. If the well is dry hole, an agreement between the operator and the district office on plugging and placement is necessary prior to drilling.
5. The appropriate district office will be notified before well is either plugged or production casing is cemented in; and
6. If an ALTERATION II COMPLETION, production pipe shall be cemented from below any usable water to surface within 120 days of spud date.

For KCC USE ONLY
API # 15 - 135-24463-00-00
Conductor pipe required: [NONE]
Minimum surface pipe required: 240 feet per Acre
Approved by: [Acceptor]
This authorization expires: 8-17-06
Spud date: [Date]

For KCC USE ONLY
API # 15 - 135-24463-00-00
Conductor pipe required: [NONE]
Minimum surface pipe required: 240 feet per Acre
Approved by: [Acceptor]
This authorization expires: 8-17-06
Spud date: [Date]
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

Plat of acreage attributable to a well in a prorated or spaced field

If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please show all the wells and within 1 mile of the boundaries of the proposed acreage attribution unit for gas wells and within 1/2 mile of the boundaries of the proposed acreage attribution unit for oil wells.

API No. 15 -
Operator: Palominos Petroleum, Inc.
Lease: Tillison
Wet-Number: 1
Field: Ransom North

Number of Acres attributable to well:
QTR / oTRI / QTR of acreage: C, NW, SE

Location of Well: County: Nesh.
1890 feet from N / S Line of Section
1995 feet from E / W Line of Section
Sec. 21 Twp. 16 R. 24

Is Section: Regular or Irregular

If Section is Irregular, locate well from nearest corner boundary.

Section conform used: NE, NW, SE, SW

NOTE: In all cases locate the spot of the proposed drilling location.

NESS CO.

In plotting the proposed location of the well, you must show:

1. The manner in which you are using the depicted plat by identifying section lines, i.e., 1 section, 1 section with 8 surrounding sections, 4 sections, etc.
2. The distance to the nearest lease or unit boundary line.
3. The distance from the proposed drilling location from the section's south / north and east / west.

EXAMPLE

Seward Co.