API #: 15 - 129 20071--CO-00

Well Operator: Lee Banks d/b/a Banks Oil Co.
Owner/Company Name: KCC License #: 5152
Address: 7701 E. Kellogg, Suite 885
City: Wichita
State: Kansas Zip Code: 67207-1703
Contact Phone: (316) 612 - 1186
Lease: State 1-8
Well #: 1 Sec: 8 Twp: 34S S. R. 42W East West

-C- E2- SE

Spot Location / QQQQ

County: Morton

Feet (in exact footage) From North / South (from nearest outside section corner) Line of Section (Not Lease Line)
1320 Feet (in exact footage) From East / West (from nearest outside section corner) Line of Section (Not Lease Line)
660 Check One: Oil Well Gas Well D&A Cathodic Water Supply Well Other: SWD Docket # ENHR Docket #

Conductor Casing Size: Set at: Cemented with:

Surface Casing Size: 8 5/8 Set at: 1238 Cemented with: 500 Sacks

Production Casing Size: 4 1/2 Set at: 4719 Cemented with: 200 Sacks

List (ALL) Perforations and Bridgeplug Sets: 4257-4260

Elevation: 3437 G.L. / T.D. 4720 PBTD: 4268 Anhydrite Depth: 1220 (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: Per KCC Instructions

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: Lee Banks

Address: 7701 E. Kellogg, Suite 885
City / State: Wichita, Kansas
Phone: (316) 612 - 1186

Plugging Contractor: Sargent - Horton
KCC License #: 31151
Address: RR 1, Box 49 B A, Tyron, Oklahoma
Phone: (580) 651 - 3005

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: 6-14-06 Authorized Operator / Agent: (Signature)

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202
NOTICE OF RECEIPT OF WELL PLUGGING APPLICATION (CP-1)

Banks, Lee dba Banks Oil Co
Suite 885
7701 E. Kellogg
Wichita, KS 67207

June 15, 2006

Re: STATE 1-8 #1
API 15-129-20071-00-00
E2SE 8-34S-42W, 1320 FSL 660 FEL
MORON 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: #1
210 E Frontview, Suite A
Dodge City, KS 67801
(620) 225-8888