STATE OF KANSAS  
STATE CORPORATION COMMISSION  
CONSERVATION DIVISION  
130 S. Market, Room 2078  
Wichita, Kansas 67202  

APPROVED  
KANSAS CORPORATION COMMISSION  
JUN 19 2006  
CONSERVATION DIVISION  
WICHITA, KS  

WELL PLUGGING APPLICATION FORM  
(PLEASE TYPE FORM AND FILE ONE COPY)  

API #: 15-135-29313-00  
(Identifer number of this well). This must be listed for wells drilled since 1967; If no API# was issued, indicate spud or completion date.  

WELL OPERATOR: American Energies Corporation  
(Owner/Company Name)  

ADDRESS: 155 North Market  
STATE: Kansas  
ZIP CODE: 67202  
CONTACT PHONE: 316-263-5785  
CITY: Wichita  
WELL#: C-2  
SECTION 28  
TOWNSHIP 165  
COUNTY: Ness  

SPOT LOCATION:  
2310 FEET (in exact footage) FROM LINE OF SECTION (NOT Lease Line)  
2210 FEET (in exact footage) FROM EAST LINE OF SECTION (NOT Lease Line)  

LIST (ALL) PERFORATIONS and BRIDGEPLUG SETS:  

<table>
<thead>
<tr>
<th>ELEVATION</th>
<th>SET AT</th>
<th>CEMENTED WITH</th>
<th>SACKS</th>
</tr>
</thead>
<tbody>
<tr>
<td>2250 G.L.</td>
<td>220.78</td>
<td>150 SACKS</td>
<td>SACKS</td>
</tr>
<tr>
<td>2255 K.B.</td>
<td>4265'</td>
<td>100 SACKS</td>
<td></td>
</tr>
</tbody>
</table>

T.D.: 4265'  
PBTD: 
(Stone CORAL Formation)  

CONDITION OF WELL: GOOD X POOR  
CASING LEAK  
JUNK IN HOLE  

PROPOSED METHOD OF PLUGGING:  
Place 50' sand plug over perf. Fill hole with mud and set a 35 gx plug @ 450' and fill to surface with cement.  

IS WELL LOG ATTACHED TO THIS APPLICATION AS REQUIRED?  
No (Yes, No)  
IS ACO-1 FILED?  
Yes (Yes, No)  

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:  
Name: Doug Ward  
Address: P.O. Box 516, 136 N. Main  
City: Canton  
Phone#: (620)628-4424  
State: Kansas  
KCC LICENSE #: 5399  
(contractor's)  

PLUGGING CONTRACTOR: American Energies Corporation  
(Company Name)  
Address: P.O. Box 516, 136 N. Main  
City: Canton  
State: Kansas  
Zip 67428  

PROPOSED DATE AND HOUR OF PLUGGING (If Known?): As soon as possible.  
PAYMENT OF THE PLUGGING FEE (K.A.R. 92-3-118) WILL BE GUARANTEED BY:  
Operator X Agent  

DATE: 05/01/06  
AUTHORIZED OPERATOR OR AGENT:  

(signature) Alan L. DeGood, President
NOTICE OF RECEIPT OF WELL PLUGGING APPLICATION (CP-1)

American Energies Corporation
155 N. Market, Ste 710
Wichita, KS 67202

June 20, 2006

Re: HILTABIDLE C #2
   API 15-135-23913-00-00
   NENESW 28-16S-21W, 2310 FSL 2210 FWL
   NESS 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