TO: STATE CORPORATION COMMISSION CONSERVATION DIVISION - PLUGGING
130 SOUTH MARKET, SUITE 2078 WICHITA, KANSAS 67202

Operator License No.: 31980
Op Name: LOTUS OPERATING COMPANY, L.L.C.
Address: 100 S. MAIN, STE 420
WICHITA, KS 67202

API Well Number: 15-007-20609-00-00
Spot: S2WNWSW Sec/Twnshp/Rge: 27-32S-12W
1593 feet from S Section Line, 5195 feet from E Section Line
Lease Name: ASH B
Well #: 2
County: BARBER
Total Vertical Depth: 4415 feet
PROD Size: 4.5 feet: 4415 WITH 225 SX CMT
SURF Size: 8.625 feet: 289 WITH 225 SX CMT

Well Type: OIL
UIC Docket No: Date/Time to Plug: 02/17/2005 1:30 PM
Plug Co. License No: 31529 Plug Co. Name: MIKE'S TESTING & SALVAGE, INC.
Proposal Recvd. from: MONTE ANDREWS Company: MIKE'S TESTING & SALVAGE, INC Phone: (620) 938-2537
Proposed Plugging Method: SAND BACK TO 4300' WITH 4 SX CMT. PLUG AT 600' WITH 10 SX GEL & 50 SX CMT. PLUG AT 320' WITH 50 SX CMT. PLUG AT 40' WITH 10 SX CMT.

Plugging Proposal Received By: STEVE PFEIFER Witness Type: COMPLETE (100%)
Date/Time Plugging Completed: 02/17/2005 4:00 PM KCC Agent: STEVE PFEIFER
Actual Plugging Report:
SAND BACK TO 4300' & PUT 4 SX CMT ON TOP OF SAND BRIDGE THROUGH DUMP BAILER. SPOT PLUGS THROUGH CASING (WELL BLEW OUT AT 1750'). 1ST PLUG AT 1750' WITH 10 SX GEL & 20 SX CMT. 2ND PLUG AT 600' WITH 10 SX GEL & 50 SX CMT W/100# HULLS. 3RD PLUG AT 320' WITH 50 SX CMT W/100# HULLS. 4TH PLUG 40' WITH 10 SX CMT.

Perfs:

<table>
<thead>
<tr>
<th>Top</th>
<th>Bot</th>
<th>Thru</th>
<th>Comments</th>
</tr>
</thead>
<tbody>
<tr>
<td>4395</td>
<td>4402</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

RECEIVED
FEB 22 2005
KCC WICHITA

Remarks: USED 60/40 POZMIX 6% GEL BY ALLIED. RECOVERED 2803' OF 4 1/2" CASING.

Plugged through: CSG

District: 01

RECEIVED
FEB 18 2005
KCC Dodge City

Signed

INVOICED
DATE 2/23/05

[Signature]

[Date]

[Signature]