PLUGGING RECORD - OIL OR GAS WELL

STATE OF OREGON • DEPT OF GEOLOGY & MINERAL INDUSTRIES • 229 BROADALBIN ST SW • ALBANY OR 97321 (In compliance with rules and regulations pursuant to ORS 520.)

| t) Barmittaa Ir | oformation | | | (2) Well Informati | ion | | | |
|---|--------------------------------------|---------------|-----------|-----------------------------------|---|--------------------------------------|------------------------------|--|
|) Permittee Information Name Methane Energy Corporation | | | | Well No. | | orehole 4-15-27-1 | e 4-15-27-13 | |
| | 200 North Adams, Suite B | | | DOGAMI ID No. | Permit #549 API #: 36-011-00033 | | | |
| | Coquille, Oregon 97423 | | | Date Well Plugged 08/26/2008 | | | | |
| Telephone | (541) 396-3025 | | | | | | | |
| Fax | (541) 396-3037 | | | | | | | |
| Email | spappajohn@methaneenergy.com | | | - 2 2008 | | | | |
| Prepared by | Whitney E. Boyd, Bake | | | ~ 2000 | | | | |
| ue and correct | orm, I, being first and that I am au | thorized to I | make tr | nis report. thane Energy Corpo | | | d herein, that they are | |
| Signature | | | | Title | | | vate | |
| | d with mud-laden fluid | as required? | Yes | ad through downh | olo tubing | | | |
| How was the mud applied? | | | | nped through downhole tubing | | | | |
| ee attached description for plugging procedur Size of Hole Size of Casing Weight (pounds per form) | | | ht | Grade/Type Depth | | pth . | Type and Amount of Cement | |
| | | | | | | | bbls. | |
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| | <u> </u> | | | | | | bbls. | |
| | <u> </u> | | | | | L | | |
| Signature | sworn to before n | ne this | 27 | day of/ | Avgust | <u>, 2008</u> | <u> </u> | |
| My commission | <i>y</i> / | CIZONI | 201/ A | | OFFICIA AMY M. D Notary Public — S COCONING My commission exp | AGGETT State of Arizona COUNTY | | |

Plugging Procedure and Daily Events for Coaledo Ranch Corehole 4-15-27-13

Baker Energy has drilled out the cement plug; recemented the surface casing; and capped the casing, which is at least 3 ft. below ground level; on the MEC Coaledo Ranch Corehole 4-15-27-13. Below is a report of the daily activities:

8/18/2008-Move in and rig up Magna Energy Service, organize casing attachment, plate removal, and adapt mud tank.

8/19/2008-Remove plate from casing, install 8 5/8" collar on casing, install diverter, pick-up drill collars and 7 7/8" tri-cone bit. Drill ahead to 21'. SDFN

8/20/2008-Drill ahead to 100'; Power swivel breaks down, repair and drill to 125'. SDFN

8/21/2008-Drill ahead to 213', SDFN

8/22/2008- Drill ahead to 290'; Trip Out and Lay Down collars; RIH w 2 7/8" collar on 2 7/8" tubing, tag @ 290', Pull up 2"; pump 45 sks Class 1 Portland cement down tubing, ½ bbl cement excess to surface; POOH w tubing, ND diverter, top off cement in casing to 12". Wash up hoses and tanks to mud tank. Install pressure swedge to casing, pressure to 30psi, holding pressure. RDM0

8/23/2008-8/25/2008- Monitor well for leaks and bubbles (none detected)

8/26/2008- weld plate on casing, and reclaim location.

Please contact Mike Allred, Baker Energy, with any questions.

307.751.9730 or mallred@mbakercorp.com