

OPERATOR

Company: Falcon Exploration, Inc. Address: 125 N. Market Suite 1252 Wichita, KS 67202

GEOLOGIST

Name:Keith Reavis, KLG #136 & Brian Fisher KLG #103Company:Consulting GeologistAddress:3420 22nd StreetGreat Bend, KS 67530

Falcon Exploration, Inc.

DAILY DRILLING REPORT

DATE	7:00 AM DEPTH	Last 24 Hour Operations
10/22/2010	4187	geologist on location @ 4058 ft, 0130 hrs, check Tooke system, correlate/tie in, drilling ahead drill King Hill, Heebner, Toronto, Douglas and into Lansing
10/23/2010	4636	drilling ahead through Lansing, geologist Brian Fisher relieve geologist Keith Reavis drill Stark, Lower KC
10/24/2010	5071	drilling ahead Marmaton, Pawnee, Cherokee and into Morrow Shale, short trip
10/25/20 10	521D	geologist Keith Reavis relieve geologist Brian Fisher, drill Morrow Sand, gas kick warrants DST TOH for DST #1, conduct and complete DST #1, successful test, trip out tools and in with bit, resume drilling, cut into Mississippian
10/26/2010	5355	drilling ahead Mississippian, bit trip at 5455 ft, resume drilling
10/27/2010	5629	drilling ahead, Mississippian, Cowley, TD 🗶 1910 hrs at 5872 ft., condition hole, TOH for logs
10/28/2010	5872	Draw-works chain broke during trip, out, fix, re-mob logging truck, conducting logging Operations @ 1300 hrs, geologist off location @ 1430 hrs

Falcon Exploration, Inc.

WELL COMPARISON SHEET

Drilling Contractor: Val Energy, Inc. Rig #1 ph. 316-772-0848 Walt Purcell, Toolpusher, cell: 620-253-0646

	DRILLING WELL				COMPARISON WELL				COMPARISON WELL			
	Giles Ranch #4-10				Giles Ranch #2-10				Giles Ranch #3-10			
	700' FNL & 660' FEL				490' FNL & 1660' FEL				1880' FNL & 1690' FEL			
	Sec. 10 - 31S - 22W				Sec. 10 - 31S - 22W				Sec. 10 - 31S - 22W			
	2189 KB			2188 KB		Relationship		2164 KB		Relationship		
Formation	Sample	Sub-Sea	Log	Sub-Sea	Log	Sub-Sea	Sample	Log	Log	Sub-Sea	Sample	Log
King Hill	4084	-1895	4082	-1893	4078	-1890	Ś	-3	4047	-1883	-12	-10
Heebner	4242	-2053	4242	-2053	4235	-2047	-6	-6	4201	-2037	-16	-16
Lansing	4449	-2260	4448	-2259	4443	-2255	ማ	-4	4408	-2244	-16	-15
Muncie Greek	4638	-2449	4638	-2449	4632	-2 444	-5	-5	4595	-2431	-18	-18
Stark Shale	4801	-2612	4799	-2810	4784	-2596	-16	-14	4747	-2583	-29	-27
Marmaton	4912	-2723	4914	-2725	4901	-2713	-10	-12	4684	-2700	-23	-25
Pawnee	4994	-2805	4997	-2808	4982	-2794	-11	-14	4942	-2778	-27	-30
Cherokee	5048	-2859	5048	-2859	5032	-2844	-15	-15	4992	-2828	-31	-31
Morrow Shale	5166	-2967	6157	-2968	5140	-2962	-15	-16	6098	-2934	-33	-34
Morrow Sand	5194	-3005	5196	-3007	5163	-2975	-30	-32	-20 to the #3-11			
Mississipian	5211	-3022	5212	-3023	5222	-3034	12	11	5126	-2962	-60	-61
Cowley Facles	5638	-3449	5640	-3451	not react	ed			5510	-3346	-103	-105
Kinderhookian	not rea	ached							5898			
Viola									6019			
Simpson Shale									6306			
Arbuckle									6369			
Total Depth	5872	-3683	5877	-3688	5400	-3212	-471	-476	6505	-4341	658	653

RECOMMENDATIONS: Based on the results of DST #1 and electrical log analysis, it was recommended that the Giles Ranch #4-10 be plugged and abandoned as a dry test.

The well samples were saved and will be available for review at the Kansas Geological Survey Well Sample Library located in Wichita, KS.

Respectfully submitted Keith Reavis and Brian Fisher

RICKETT	'S TESTING	(620) 328-583	Page 1		
Company Address CSZ Adm.	Falcon Exploration, Inc. 125 N Market Sulte 1252 Wichita, KS 67202 Keith Reavis	Lease Name Lease # Lega Desc Section Township County Drilling Cont	Giles Ranch 4-10 N/2 S/2 NE NE 10 31S Clark Val Drilling #1	Job Ticket Range State	3402 22W KS
Comments	Field: Liberty Ríver				

GENERAL II	VFORMATIO	V		Chokes	2(4	Hola Size 770		
Test ü 1 Tester	Jimmy Rickett	Test Date s	10/26/2010	Top Recorder / Mid Recorder #	/ 13787 t	1018 0126 7 716		
Test Type	est Type Conventional Bottom Hole Successful Test				Bott Recorder # w1023			
#of Packers	2.0	Packer Siz	e 8 3/4	Mileage Standby Time	182 0	Approved By		
Mud Type	Gel Chem			 Extra Écuipmni 	t Jars, Safety -	Joint, and Large Packer		
Mud Weight	9.3	Viscosity	70.0	Time on Site	4:00 AM	-		
Filtrate	11.6	Chlorides	11200	 Tool Picked Up 	> 5:40 AM			
				 Tool Layed Dw 	n4:30 PM			
Drif Collar Len	0							
Wght Eipe Len	D			Elevation	2178.00	Ke ley Bushings 2189.00		
Formation	Morrow Sand	5.4		Start Date/Tim	c10/25/2010 5:	:18 AM		
nterval loo	5154.0	Bottom	5210.0	Enc Date/ me	10/25/2010 5:	:15 PM		
Anchor Len Bel	ov: 56.0	Between	0					
Total Depth	5210.0							
Blow Type	Weak blow bu	ilding to st	rong blow 4 minu	ites into initial flo	w period. Str	ong		

Weak blow building to strong blow 4 minutes into initial flow period. Strong blow throughout final flow period. Times: 5, 90, 75, 121.

RECOVERY























	limestone, white to cream, chalky oolitic, chalky, some scattered interclast porosity, barren, with: white to gray fossiliferous cherts, weathered in part, appx 50/50, no fluoresence limestone as above, chert dropping out to scattered, moderate chalk in samples, no fluoresence or shows	
	a.a. Rotary TD @ 5872 ft. 1910 hrs 10/27/10 Log Tech TD 5877 ft. Complete Logging Operations 1300 hrs 10/28/10	