

Kansas Corporation Commission Oil & Gas Conservation Division

1050947

Form ACO-1 June 2009 Form Must Be Typed Form must be Signed All blanks must be Filled

WELL COMPLETION FORM WELL HISTORY - DESCRIPTION OF WELL & LEASE

| OPERATOR: License # | API No. 15 |
|--|--|
| Name: | Spot Description: |
| Address 1: | SecTwpS. R |
| Address 2: | Feet from North / South Line of Section |
| City: | Feet from _ East / _ West Line of Section |
| Contact Person: | Footages Calculated from Nearest Outside Section Corner: |
| Phone: () | □NE □NW □SE □SW |
| CONTRACTOR: License # | County: |
| Name: | Lease Name: Well #: |
| Wellsite Geologist: | Field Name: |
| Purchaser: | Producing Formation: |
| Designate Type of Completion: | Elevation: Ground: Kelly Bushing: |
| New Well Re-Entry Workover | Total Depth: Plug Back Total Depth: |
| | Amount of Surface Pipe Set and Cemented at: Feet |
| Gas D&A ENHR SIGW | Multiple Stage Cementing Collar Used? Yes No |
| ☐ OG ☐ GSW ☐ Temp. Abd. | If yes, show depth set: Feet |
| CM (Coal Bed Methane) | If Alternate II completion, cement circulated from: |
| Cathodic Other (Core, Expl., etc.): | feet depth to:w/sx cmt |
| If Workover/Re-entry: Old Well Info as follows: | |
| Operator: | Drilling Fluid Management Plan |
| Well Name: | (Data must be collected from the Reserve Pit) |
| Original Comp. Date: Original Total Depth: | Chloride content:ppm Fluid volume:bbls |
| ☐ Deepening ☐ Re-perf. ☐ Conv. to ENHR ☐ Conv. to SWD | Dewatering method used: |
| Conv. to GSW | |
| Plug Back: Plug Back Total Depth | Location of fluid disposal if hauled offsite: |
| Commingled Permit #: | Operator Name: |
| Dual Completion Permit #: | Lease Name: License #: |
| SWD Permit #: | Quarter Sec Twp S. R |
| ENHR Permit #: | County: Permit #: |
| GSW Permit #: | County Permit # |
| Spud Date or Date Reached TD Completion Date or Recompletion Date Recompletion Date | |

AFFIDAVIT

I am the affiant and I hereby certify that all requirements of the statutes, rules and regulations promulgated to regulate the oil and gas industry have been fully complied with and the statements herein are complete and correct to the best of my knowledge.

Submitted Electronically

| KCC Office Use ONLY | | | | | | |
|------------------------------------|--|--|--|--|--|--|
| Letter of Confidentiality Received | | | | | | |
| Date: | | | | | | |
| Confidential Release Date: | | | | | | |
| Wireline Log Received | | | | | | |
| Geologist Report Received | | | | | | |
| UIC Distribution | | | | | | |
| ALT I II III Approved by: Date: | | | | | | |

Side Two



| Operator Name: | | | Lease | Name: | | | Well #: | | |
|---|--|---|---------------------------|------------------------|------------------|---|-------------------|-----------|----------------|
| Sec Twp | S. R | East West | County | /: | | | | | |
| INSTRUCTIONS: Show time tool open and close recovery, and flow rates ine Logs surveyed. Atta | ed, flowing and shut- if gas to surface tes | in pressures, whether t, along with final char | shut-in pres | sure reach | ed static level, | hydrostatic press | sures, bottom h | ole tempe | erature, fluid |
| Drill Stem Tests Taken (Attach Additional Sh | eets) | Yes No | | Log | Formation | n (Top), Depth an | d Datum | □ s | ample |
| Samples Sent to Geolog | , | ☐ Yes ☐ No | | Name | | | Тор | D | atum |
| Cores Taken Electric Log Run Electric Log Submitted (If no, Submit Copy) | | Yes No Yes No | | | | | | | |
| List All E. Logs Run: | | | | | | | | | |
| | | CASIN Report all strings se | G RECORD | New | Used | on, etc. | | | |
| Purpose of String | Size Hole Drilled | Size Casing Set (In O.D.) | Wei | ight | Setting Depth | Type of Cement | # Sacks Used | | nd Percent |
| | Diffied | Set (III O.D.) | LDS. | / I t. | Берш | Cement | Osed | Ac | luitives |
| | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |
| | | ADDITION | AL CEMENTI | NG / SQUE | EZE RECORD | | | | |
| Purpose: —— Perforate —— Protect Casing —— Plug Back TD | Depth Top Bottom | Type of Cement | # Sacks | s Used | | Type and F | Percent Additives | | |
| Plug Off Zone | | | | | | | | | |
| Shots Per Foot | PERFORATIO Specify Fo | N RECORD - Bridge Plootage of Each Interval P | ugs Set/Type erforated | | | cture, Shot, Cement nount and Kind of Ma | | d | Depth |
| | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |
| TUBING RECORD: | Size: | Set At: | Packer A | At: | Liner Run: | Yes No | | | |
| Date of First, Resumed Pr | roduction, SWD or ENH | R. Producing Me | ethod: | ng Ga | as Lift | ther (Explain) | | | |
| Estimated Production Per 24 Hours | Oil B | bls. Gas | Mcf | Water | Bk | ols. (| Gas-Oil Ratio | | Gravity |
| DISPOSITION | N OF GAS: | | METHOD OF | | | | PRODUCTIO | ON INTERV | AL: |
| Vented Sold | Used on Lease | Open Hole | Perf. | Dually C (Submit AC | | nmingled mit ACO-4) | | | |
| (If vented, Subm | nit ACO-18.) | Other (Specify) | | | | | | | |

| Form | ACO1 - Well Completion |
|-----------|---------------------------------|
| Operator | Lotus Operating Company, L.L.C. |
| Well Name | Ladner 2 |
| Doc ID | 1050947 |

All Electric Logs Run

| Dual Induction |
|----------------------|
| Neutron Density w/PE |
| Micro |
| Sonic |

| Form | ACO1 - Well Completion |
|-----------|---------------------------------|
| Operator | Lotus Operating Company, L.L.C. |
| Well Name | Ladner 2 |
| Doc ID | 1050947 |

Tops

| Name | Тор | Datum |
|---------|------|-------|
| Heebner | 3812 | -2377 |
| KC | 4342 | -2907 |
| ВКС | 4581 | -3146 |
| Cher Sh | 4720 | -3285 |
| Miss | 4758 | -3323 |
| KH sh | 5026 | -3591 |
| Viola | 5172 | -3737 |
| RTD | 5240 | -3805 |
| LTD | 5240 | -3805 |



PO BOX 31 Russell, KS 67665

TROUNKID

DEC 0 8 2010

INVOICE

Invoice Number: 125443

Invoice Date: Nov 27, 2010

Page: 1

Voice: Fax: (785) 483-3887 (785) 483-5566

Bill To:

Lotus Operating Co., LLC Lotus Exploration Co. 100 S. Main, STE 420 Wichita, KS 67202 Federal Tax I.D.#: 20-5975804

| Customer ID | Well Name# or Customer P.O. | Payment Terms | |
|--------------|-----------------------------|---------------|----------|
| Lotus | Ladner #2 | Net 30 | Days |
| Job Location | Camp Location | Service Date | Due Date |
| KS1-01 | Medicine Lodge | Nov 27, 2010 | 12/27/10 |

| Quantity | Item | Description | Unit Price | Amount |
|----------|------|--|------------|----------|
| 135.00 | MAT | Class A Common | 15.45 | 2,085.75 |
| 90.00 | MAT | Pozmix | 8.00 | 720.00 |
| 4.00 | MAT | Gel | 20.80 | 83.20 |
| 8.00 | MAT | Chloride | 58.20 | 465.60 |
| 237.00 | SER | Handling | 2.40 | 568.80 |
| 15.00 | SER | Mileage 237 sx @.10 per sk per mi | 23.70 | 355.50 |
| 1.00 | SER | Surface | 1,018.00 | 1,018.00 |
| 15.00 | SER | Pump Truck Mileage ENTERED | 7.00 | 105.00 |
| | | DEC 0.9 7830 | | |
| | | GL# 9208 DESC. COMMENT SUP (50 W/ 225 SX, 40140 por , + 2 | | |
| | | Visit Ladner | | |

ALL PRICES ARE NET, PAYABLE
30 DAYS FOLLOWING DATE OF
INVOICE. 1 1/2% CHARGED
THEREAFTER. IF ACCOUNT IS
CURRENT, TAKE DISCOUNT OF

\$ 1080 37

ONLY IF PAID ON OR BEFORE
Dec 22, 2010

Subtotal 5,401.85
Sales Tax 244.88
Total Invoice Amount 5,646.73
Payment/Credit Applied
TOTAL 5,646.73

-1080.37 4564.36

ALLIED CEMENTING CO., LLC. 041419 Federal Tax I.D.# 20-5975804

| REMIT TO P.O. B RUSS | | NSAS 6766 | 55 | | SERV | MZ | |
|-------------------------|------------|----------------|---------------------|--|---------------|--------------------|------------------|
| בו בל DATE // DATE | SEC. | TWP. 34s | RANGE /2ω | CALLED OUT | ON LOCATION | JOB STARTA | JOB FINISH |
| LEASE Ladner | WELL# | Z | | dicine lodge K | (Sovith | COUNTY | STATE KANSUS |
| OLD OR NEW (Ci | | | | _ | | | Lance 5 |
| OLD OR DED (CI | | | | Driffwood 4 | , · . · · | د ر | |
| CONTRACTOR | May | rericl | (< | OWNER | Lotus 0 | peratin | - 1 |
| | SUIF | ace | | | | | 1 |
| HOLE SIZE /4 | 13/4 | | 266 | CEMENT | | | |
| | 03/4 | DEI | тн <i>2</i> 66' | AMOUNT OR | RDERED | | |
| TUBING SIZE 8 | 48 LI | =13° DEI | | <u>225 sx</u> | < 60:40:2 | 2+3%(c | |
| DRILL PIPE | | | PTH | | | | |
| TOOL | | DEF | TH | | 1 | /6 | |
| PRES. MAX | | MIN | NIMUM | COMMON_ | H 135 sx | _@ <i>_/S.4S</i> _ | 20857 |
| MEAS. LINE | | SHO | DE JOINT | POZMIX | 90 sx | _@_&్రం | 720.00 |
| CEMENT LEFT IN | VCSG. | | | GEL | 4 5× | @20.80 | 83.20 |
| PERFS. | | | | CHLORIDE | 8 5x | _@ <i>58.2</i> 0_ | 465-60 |
| DISPLACEMENT | کیچ | 1/2 Bb | s water | ASC | | @ | |
| | | ДРМЕ ПТ | | | | @ | |
| | EQU | JIP IVIE IN I | | | | | |
| | | | <i>A</i> | | | | |
| | | | Balding | | | | |
| | HELPER | Matt | Thimesch | | | | |
| BULK TRUCK | | | | | | _ | |
| | DRIVER | | | | | _ | |
| BULK TRUCK | | | | | | _ | |
| # | DRIVER | | | - HANDLING | 237 | @2.40 | 568-80 |
| | | | | MILEAGE | 237/.10/ | 15 | 555.50 |
| | DE | MARKS: | | | | TOTAL | 1122000 |
| 0 24 | | | 1-5/2 /- | | | IOIAL | / /- |
| Run 266 | | | 1848 LJ | | | | |
| Break | | | | • | SERVI | CE | |
| mix 225 | x 60 | 0:40:2 | 7+31.cc | | -// | | |
| Displace | with | 25 /z | Bbls water | DEPTH OF JO | OB <u>266</u> | | |
| leave o | 10. Ce | ment | in casing to | PUMP TRUC | K CHARGE _/C | 0/8 - | |
| | | | | EXTRA FOO' | TAGE | @ | |
| Cement & | Diel Cir | icu lat | < | MILEAGE | 15 | @ 7 = | |
| | | | | MANIFOLD. | | _ @ | |
| | | | | | | | |
| | , . | | | No. of Contract of | | @ | |
| CHARGE TO: | Lus | E) 1. | eratin- | | | | |
| CHARGE 10. | <u> </u> | | | | | TOTAL | . <u>1123 ==</u> |
| STREET | | | | | | TOTAL | |
| CITY | Ca | ratte | 71D | | | | |
| CITY | | AIE | ZIP | | PLUG & FLOA | T EQUIPMEN | NT |
| | | | | | | | |
| | | | | | | | |
| | | | | *************************************** | | | |
| | | | | | | | - 100 |
| To Allied Cemen | iting Co., | LLC. | | | | | |
| You are hereby re | equested | to rent cer | nenting equipmer | nt ——— | | | |
| and furnish ceme | enter and | helper(s) t | o assist owner or | | | @ | |
| | | | he above work wa | as | | | |
| done to satisfacti | on and su | pervision | of owner agent o | r | | TOTAL | _ |
| | | - | nd the "GENERA | | | | |
| | | | d on the reverse si | CALEGRAN | (If Any) | | |
| ILMIND MID C | J. 1D111C | 113101 | | TOTAL CHA | DCEC ACT | (HEXE) | |
| | | | | TOTAL CHA | RUES | | |
| PRINTED NAME | · | | | DISCOUNT | | <u>IF P</u> AI | D IN 30 DAYS |
| | | | | | at to the | 1 | |
| CICLI APPLIE | | | | | | | |



PO BOX 31 Russell, KS 67665

INVOICE

Invoice Number: 125605
Invoice Date: Dec 5, 2010

Page: 1

Voice: (785) 483-3887 Fax: (785) 483-5566

Bill To:

Lotus Operating Co., LLC Lotus Exploration Co. 100 S. Main, STE 420 Wichita, KS 67202 Federal Tax I.D.#: 20-5975804

RECLIVED

DEC 17 2010

| Customer ID | Well Name# or Customer P.O. | Payment Terms |
|--------------|-----------------------------|-----------------------|
| Lotus | Ladner #2 | Net 30 Days |
| Job Location | Camp Location | Service Date Due Date |
| KS1-02 | Medicine Lodge | Dec 5, 2010 1/4/11 |

| Quantity | l ltem | Description | Unit Price | Amount |
|----------|---------|---|-----------------------------------|-----------|
| 24.00 | MAT | Class A Common | 15.45 | 370.80 |
| 16.00 | MAT | Pozmix | 8.00 | 128.00 |
| 2.00 | MAT | Gel | 20.80 | 41.60 |
| 225.00 | MAT | ASC Class A | 18.60 | 4,185.00 |
| 1,125.00 | MAT | Kol Seal | 0.89 | 1,001.25 |
| 106.00 | MAT | FL-160 | 13.30 | 1,409.80 |
| 56.00 | MAT | FL-160 Flo Seal Handling Mileage 335 sx @.10 per sk per mi Production Casing Pump Truck Mileage 5.5 Rubber Plug | 2.50 | 140.00 |
| 335.00 | SER | Handling | 2.40 | 804.00 |
| 20.00 | SER | Mileage 335 sx @ 10 per sk per mi | 33.50 | 670.00 |
| 1.00 | SER | Production Casing | 2,185.00 | 2,185.00 |
| 20.00 | SER | Pump Truck Mileage | 7.00 | 140.00 |
| 1.00 | EQP | 5.5 Rubber Plug | 74.00 | 74.00 |
| 1.00 | EQP | 5.5 Guide Shoe | 100.80 | 100.80 |
| 1.00 | EQP | 5.5 AFU Insert | 112.00 | 112.00 |
| 1.00 | EQP | 5.5 Basket | 161.00 | 161.00 |
| 5.00 | EQP | 5.5 Centralizer GL# 9308 | 32.20 | 161.00 |
| | | DESC. ament Prod. C | San | |
| | | | | |
| | | #2 | | |
| | | | | |
| | | WELL # Ladrer | sumeann aisylleinden 5 ett | |
| | <u></u> | Culatatal | | 44 004 05 |

ALL PRICES ARE NET, PAYABLE 30 DAYS FOLLOWING DATE OF INVOICE. 11/2% CHARGED THEREAFTER. IF ACCOUNT IS CURRENT, TAKE DISCOUNT OF

\$ 2336 85

ONLY IF PAID ON OR BEFORE
Dec 30, 2010

| <u> </u> | |
|------------------------|-----------|
| Subtotal | 11,684.25 |
| Sales Tax | 575.62 |
| Total Invoice Amount | 12,259.87 |
| Payment/Credit Applied | |
| TOTAL | 12,259.87 |

9,973,02

ALLIED CEMENTING CO., LLC. 040585

Federal Tax I.D.# 20-5975804

REMIT TO P.O. BOX 31 RUSSELL, KANSAS 67665 SERVICE POINT:

Modicine Lusseiks

| | | | T | | LLED OUT | ON LOCATION | JOB S | TART | JOB FINISH |
|---|------------|-------------|-------------------------------------|-----------|--------------------|------------------|--------|--------------|---------------------|
| DATE 12-5-2010 | SEC. | TWP. 345 | RANGE | | LLED OUT S:Oopm | 7:30 Am | 12:0 | opm | 1:00 pm |
| | WELL# | | LOCATION 281 | | - | 1 Lwest | COUN | | STATE K 5 |
| LEASE S & NOT OLD OR NEW Cir | | <u></u> | | | , | • | | | |
| OLD ORDEW CI | icie olic) | | 18 Morsh | /2 | | | _ | | |
| CONTRACTOR | movo | CCK | | | OWNER L | citus oper | 91.79 | ; | |
| | Produc | Chion | £214.1 | | CEMENT | | | | |
| | 774 1/2 | | 5240' TH 5226' | | AMOUNT OF | RDERED 405 | x 6 | 0:40 | 14 40 Ga, |
| CASING SIZE STUBING SIZE | 12 | DEF | | | 2255 C | 21955 A DSC | : ± S | # Kol | 1505/ |
| DRILL PIPE | | DEI | | | .590 F | L160 + Yu# | - P/08 | :es1 | |
| TOOL | | DEI | TH | | | h 24- | 0.1 | S. 45_ | 370.80 |
| PRES. MAX | | | NIMUM 201 | | COMMON_A | 1680 | | 2.00 | 128.00 |
| MEAS. LINE | I CCC | SHC | DE JOINT 30 1 | | GEL | 25x | | 0.80 | 41.60 |
| CEMENT LEFT IN PERFS. | v CSG. | | | | CHLORIDE | | @ | | |
| DISPLACEMENT | 127/2/2 | als of | fresh wspor | • | ASC A | 225 SK | | 8.60 | 4, 185.00 |
| | | JIPMENT | | | Kelseri | 1,125 # | | .89 | 1,001,25 |
| | | ,- | | | FL 160 | 106 56 # | | 3.30 2.50 | 1409,80 |
| PUMP TRUCK | CEMENT | ER Dar | in F | | Plo sesi | JØ # | _ @ _ | <u> </u> | |
| | HELPER | _ | | | | | @ | | |
| BULK TRUCK | | _ | | | | | @_ | | |
| # 381-252 | DRIVER | J9501 | T | | | | @ | | |
| BULK TRUCK | DRIVER | | | | | 225- | @ | 2,40 | 804.00 |
| # | DRIVER | | | | HANDLING | 3351.10/20 | @ _ | ., 10 | 670.00 |
| | DE | MADIZE. | | | MILEAGE _ | 5-5-1-1 | | TOTAL | 8750.45 |
| 0. | | MARKS: | | | | | | 101712 | , 4 |
| Pipeon bo | GHOM & | bresi | c circulstion | | | SERV | ICE | | |
| 225 m Of C | omen + | Shut | wwn. Wash F | pnp | | | | | |
| Olines, Rel | esse Pi | ug, Ster | + dispiccome | <u>n.</u> | DEPTH OF J | JOB <u>52261</u> | | 21-6 | |
| 225sp of cement, Shut down, Wash pump 11.nes, Release plug, Start displacement Lift pressure at bhbbis, Slow rate to 3bgm 9+ 120 bhis, Bump plus 9+ 1271/2 bhis 1,000-1,700 ps; fluatdid hold | | PUMP TRUC | CK CHARGE | | 2185. | .00 | | | |
| 30am 9x 12 | 1700 C | s Bomi | plus 92 121 | /1 | EXTRA FOO | OTAGE 20 | ~ _ | | 140.00 |
| phis 1,000 - | ק טטיקני. | Si y of 10 | 74+0/C VOIO | | MANIFOLD |) | _ | | |
| | | | | | WANT CEE | Hegaren +91 | | | |
| | | | | | | | @_ | | |
| CHARGE TO: 4 | odus c | Der 540 | înș | | | | | | 2225 |
| | | • | | | | | | TOTAI | 2325.00 |
| | | | | | | | | | |
| CITY | S | TATE | ZIP | | | PLUG & FLO | AT EQ | UIPME | NT |
| | | | | | 51/2 | | | | |
| | | | | | 1- Rubber | Plus | @_ | | 74.00 |
| | | | | | 1-60,00 S | noe | @_ | | 100.80 |
| To Allied Ceme | enting Co. | . LLC. | | | 1-AFUI | Ensera | @- | | 14.00 |
| You are hereby | requested | to rent ce | menting equipme | ent | 1-1895 Kes | s),2ers | @ | 2220 | |
| and furnish cem | enter and | l helper(s) | to assist owner o | r | Q - CEVALA | 5),2Prs | | | |
| contractor to do | work as | is listed. | The above work v | vas | | | | TOTA | 608.80 |
| done to satisfac | tion and s | supervisio | n of owner agent | Or | | | | | |
| contractor. I ha | ive read a | nd undersi | and the "GENER ed on the reverse | side | SALES TAX | X (If Any) | | | . |
| TERMS AND | CONDITI | ONS IIŞU | en on the reverse | gide. | TOTAL CH | ARGES _ | | 5 | |
| | (m) | <u>_</u> | & www | | | | | IE DA | AID IN 30 DAY |
| PRINTED NAM | ELTE | M)III | - CONT | | DISCOUN | Γ | | _ IF YA | אל מני או פוו |
| | | | | | -A | | 20 | | |
| SIGNATURE | | | and the | <u>—</u> | ` <u> </u> | | | | |
| 7 | | You | 711 | | | | | | |
| J | nynk | 100 | 4 4 1 | | | | | | |
| | | | | | | | | | |

Conservation Division Finney State Office Building 130 S. Market, Rm. 2078 Wichita, KS 67202-3802



phone: 316-337-6200 fax: 316-337-6211 http://kcc.ks.gov/

Thomas E. Wright, Chairman Ward Loyd, Commissioner Corporation Commission

Sam Brownback, Governor

March 08, 2011

Tim Hellman Lotus Operating Company, L.L.C. 100 S MAIN STE 420 WICHITA, KS 67202-3737

Re: ACO1 API 15-007-23620-00-00 Ladner 2 SW/4 Sec.35-34S-12W Barber County, Kansas

Dear Production Department:

We are herewith requesting that the Well Completion Form ACO-1 and attached information for the subject well be held confidential for a period of two years.

Should you have any questions or need additional information regarding subject well, please contact our office.

Respectfully, Tim Hellman