

#### Kansas Corporation Commission Oil & Gas Conservation Division

1060073

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: State: Zip:+	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:
Oil WSW SWD SIOW Gas D&A ENHR SIGW OG GSW Temp. Abd. CM (Coal Bed Methane) Cathodic Other (Core, Expl., etc.):	Amount of Surface Pipe Set and Cemented at: Feet  Multiple Stage Cementing Collar Used? Yes No  If yes, show depth set: Feet  If Alternate II completion, cement circulated from: sx cmt
Operator:	
Well Name:	Drilling Fluid Management Plan (Data must be collected from the Reserve Pit)
Original Comp. Date: Original Total Depth: Original Total Depth: Conv. to ENHR	Chloride content: ppm Fluid volume: bbls  Dewatering method used:
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 #:	QuarterSec TwpS. R East West
ENHR Permit #:	County: Permit #:
GSW 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 N	lame:			Well #:		
Sec Twp	S. R	East	West	County:						
INSTRUCTIONS: Sh time tool open and clo recovery, and flow rate line Logs surveyed. A	osed, flowing and shu es if gas to surface te	t-in pressures, st, along with f	whether sh inal chart(s	nut-in press	ure reach	ed static level,	hydrostatic pres	ssures, bottom h	ole temp	erature, fluid
Drill Stem Tests Taker (Attach Additional S		Yes	No		Log	y Formation	n (Top), Depth a	nd Datum		Sample
Samples Sent to Geo	logical Survey	Yes	No		Name			Тор	I	Datum
Cores Taken Electric Log Run Electric Log Submitte (If no, Submit Copy	d Electronically	Yes Yes Yes	☐ No ☐ No ☐ No							
List All E. Logs Run:										
		Report all	CASING I		New	Used mediate, producti	on, etc.			
Purpose of String	Size Hole Drilled	Size Ca Set (In C	sing	Weigi Lbs. /	ht	Setting Depth	Type of Cement	# Sacks Used	, ,,	and Percent dditives
		AI	DDITIONAL	CEMENTIN	G / SQUE	EZE RECORD				
Purpose:  Perforate Protect Casing Plug Back TD Plug Off Zone	Depth Top Bottom	Type of Co	ement	# Sacks	Used		Type and	Percent Additives		
Shots Per Foot	PERFORATI Specify I	ON RECORD - Footage of Each	Bridge Plugs Interval Perfo	s Set/Type orated			cture, Shot, Cemei mount and Kind of N		d 	Depth
TUBING RECORD:	Size:	Set At:		Packer At:		Liner Run:				
Date of First, Resumed	Production, SWD or EN		ducing Meth	od:		as Lift C	Yes No	0		
Estimated Production Per 24 Hours	Oil	Bbls.		Mcf	Water		ols.	Gas-Oil Ratio		Gravity
DISPOSITIO	ON OF GAS:		M	IETHOD OF	COMPLET	ION:		PRODUCTIO	ON INTER	VAL:
Vented Sold	Used on Lease	Open	Hole Specify)	Perf.	Dually ( (Submit AC		nmingled mit ACO-4)			

Form	ACO1 - Well Completion
Operator	Shelby Resources LLC
Well Name	McCune 1-8
Doc ID	1060073

## All Electric Logs Run

Dual Induction	
Compensated Neutron Density	
Micro	
Sonic	
Dual Reciever Cement Bond	



### McCune #1-8

NE-SW-NW-SW 1600' FSL & 350' FWL Sec.8, T25s & R12w Stafford County, Kasas

API# 15-185-23670-0000

2/28/2011 Spud Date: Completed: 4/6/2011

Bunyan NE

Field:

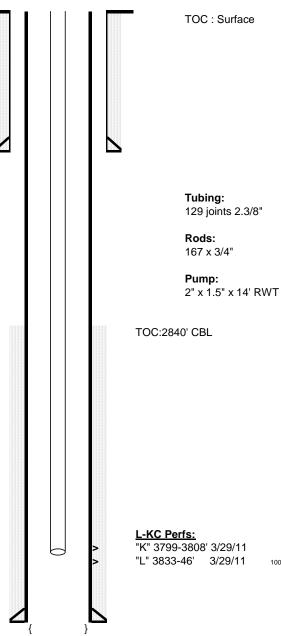
GL: 1901' KB: 1912'

#### Surface Casing:

8-5/8" 23# set @ 759.67' Cemented with 425 sx 60/40 Poz

#### **Production Casing:**

5-1/2", 15.5# set @ 4223' Cemented with 50 sx Scavenger 150 sx AA2 cement



PBTD: 4185' TD: 4260'

1000 15% NE/25 balls, 4 BPM @ 900-500#



McCune # 1-8 /Casing Report

API#15-185-23670-0000

NE-SW-NW-SW 1600' FSL & 350' FWL Sec. 8, T25s-R12w

 Sec. 8, T25s-R12w
 GL: 1901'

 Stafford County, Kansas
 KB: 1912'

#### 3/03/2010 **Surface Casing**

Spud at 2:15 p.m. on 3/02/11. Drill 12¼" hole to 7655'. Ran 18 joints of new 8. 5/8"-23# casing, tallied 746.67' and set at 759.67' KB. Cemented by Quality Cementing with 425 sx 60/40 Poz 2% gel, 3% CC. cement did circulate. Plug down at 9:45 a.m. welded straps on the bottom 3 joints, collars on the next 2 joints and welded collars on the top 5 joints.

#### 3/13/2011 **Production Casing**

On location @ 10:00 a.m. RIH with drill pipe and condition the hole. Laying down drill pipe and collars, Begin running 101 joints 5 ½" (15.5#) casing. Shoe joint was 20.98'. Insert @ 4204.23'. Marker joint was 7 joints off bottom and measured 21.02'. Set casing @ 4225.23' KB. Landed casing 36.77' off RTD 4262' and LTD, 4264'. Ran a basket on top of #1 and centralizers on #2, 4, #6, #8 and #10. Landed casing @ 11:20 a.m. (3/13/11) Circulate hole for 90 minutes to lower viscosity in mud. RU Basic Services, plug RH with 30 sx. and MH with 20 sx. Mix and pump 50 sx 60/40 Poz-Mix as scavenger flush, followed by 200 sx AA-2 cement down casing. Had good circulation throughout the job. Plug down @ 2:45 p.m. and held 1500#. Release pressure and float held. Release Sterling Rig #2 @ 4:45 p.m.

RICKETT	S TESTING	(620) 326-583	0	F	age 1
Company Address CSZ Attn.	Shelby Resources, LLC 445 Union Blvd. Ste. 208 Lakewood, CO 80228 Charlie Sturdavant	Lease Name Lease # Legal Desc Section Township	McCune 1-8 NE-SW-NW-SW 8 25S	Job Ticke Range	et 2143 12W
0	Fields Bossess Northwest	County Drilling Cont	Stafford Sterling Drilling Co	State  5. Rig #2	KS
Comments	Field: Bunyan Northeast Legal Description Feet; 1600' FSL &	350' FWL			

GENERAL II	<b>NFORMATIOI</b>	V				
				Chokes	3/4	Hole Size 7 7/8
Test # 1		Test Date	3/7/2011	Top Recorder #	# W1119	
Tester	Tim Venters			Mid Recorder #	W1022	
Test Type	Conventional	<b>Bottom Hol</b>	е	Bott Recorder #	<sup>‡</sup> 13310	
71-	Successful Te	st				
# of Packers	2.0	Packer Size	e <b>6 3/4</b>	Mileage	48	Approved By
				Standby Time	0	•
Mud Type	Gel Chem			Extra Equipmnt	t Jars & Safety j	oint
Mud Weight	9.1	Viscosity	63.0		7:30 AM	
Filtrate	8.0	Chlorides	5100	Tool Picked Up	9:40 AM	
				Tool Layed Dw		
Drill Collar Len	217.0					
Wght Pipe Len	-			Elevation	1901.00	Kelley Bushings 1912.00
Formation Interval Top	Lansing 3620.0	Bottom	3700.0		e3/7/2011 8:55 A	
interval 10p	JULU.U	Dottom	0100.0	Life Date/Time	0/1/2011 0.02 I	IVI

Anchor Len Below **80.0**Total Depth **3700.0**Blow Type **Strong** 

Strong blow throughout the initial flow period, building, reaching the bottom of the bucket in 1 1/2 minutes. Fairly weak 1 inch blow at the start of the final

flow period, building, reaching the bottom of the bucket in 3 1/2 minutes. Weak surface blow back at the start of the final shut-in period, building to 1 inch

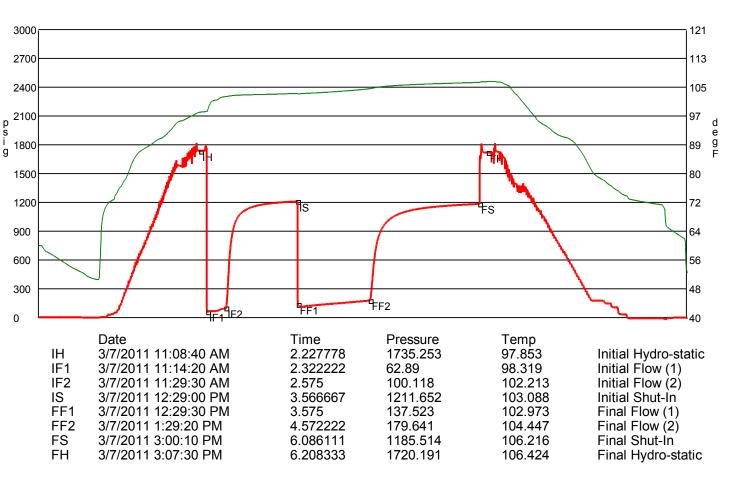
. Times: 15, 60, 60, 90.

Between

0

#### RECOVERY

<u>Feet</u>	Description	Gas	<u>Oil</u>	Water	Mud
	Gas in Pipe Gassy, very slight oil cut mud Gassy, very slight oil, slight water cut mud Gassy, very heavy water cut mud with a slight trac	100%1520ft 1% 1.1ft 2% 1.3ft 2% 1.2ft	0% Oft 2% 2.2ft 2% 1.3ft trace	0% Oft 0% Oft 13% 8.4ft 48% 28.8ft	0% 0ft 97% 106.7ft 83% 54ft 50% 30ft
125	e of oil Slight mud cut water with a very sliight trace of oil	0% Oft	trace	78% 97.5ft	22% 27.5ft



Min Into IFP Min Into FFP Gas Flows Pressure Choke

RICKETT	'S TESTING	(620) 326-583	0	Pa	ige 1
Company Address CSZ Attn.	Shelby Resources, LLC 445 Union Blvd. Ste. 208 Lakewood, CO 80228 Charlie Sturdavant	Lease Name Lease # Legal Desc Section Township County	McCune 1-8 NE-SW-NW-SW 8 25S Stafford	Job Ticket Range State	2143 12W KS
		Drilling Cont	Sterling Drilling Co		No
Comments	Field: Bunyan Northeast	· ·	_	-	

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JENERAL	INFURIVATION

Test # <b>2</b>		Test Date	3/8/2011	Top Recorder	# W1119	
Tester	Tim Venters			Mid Recorder	# W1022	
Test Type			Bott Recorder	#13310		
,,	Successful 7	Γest				
# of Packers	2.0	Packer Siz	ze <b>6 3/4</b>	Mileage	48	Approved By
				Standby Time	• 0	
Mud Type	Gel Chem			Extra Equipm	nt Jars & Saf	fety joint
Mud Weight	9.0	Viscosity	59.0	Time on Site	1:45 AM	
Filtrate	8.0	Chlorides	6000	Tool Picked U	p <b>3:40 AM</b>	
				Tool Layed D	wn <b>12:40 PM</b>	
Drill Collar Ler	n <b>217.0</b>			•		

Wght Pipe Len 0

Elevation 1901.00 Kelley Bushings 1912.00

Chokes

3/4

Hole Size 7 7/8

Formation Lansing "H' Start Date/Time3/8/2011 2:28 AM Interval Top 3718.0 3735.0 End Date/Time 3/8/2011 12:44 PM Bottom Anchor Len Below 17.0 Between

Total Depth 3735.0

Blow Type Fairly strong 2 inch blow at the start of the initial flow period, building, rea

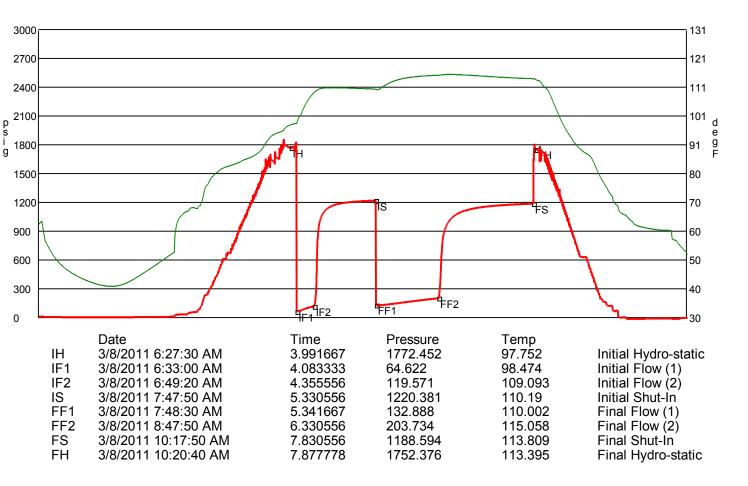
ching the bottom of the bucket in 3 minutes. Weak surface blow back at the star t of the intial shut-in period, building to 2 1/2 inches. Strong 4 inch blow at the start of the final flow period, building, reaching the bottom of the bucket in 6 minutes. Weak surface blow back at the start of the final shut-in period,

building to 1 inch. Times: 15, 60, 60, 90. Oil Gravity: 28.

Legal Description Feet; 1600' FSL & 350' FWL

### RECOVERY

Feet	Description	Gas	Oil	Water	Mud
875	Gas in Pipe Clean oil Very slight water, heavy oil cut mud Gassy, very slight water, oil cut mud Slight mud cut water with a trace of oil Water	100%875ft	0% 0ft	0% Oft	0% Oft
1		0% 0ft	100%1ft	0% Oft	0% Oft
20		0% 0ft	40% 8ft	3% 0.6ft	57% 11.4ft
65		2% 1.3ft	26% 16.9ft	2% 1.3ft	70% 45.5ft
130		0% 0ft	trace	88% 114.4ft	12% 15.6ft
185		0% 0ft	0% 0ft	100%185ft	0% Oft

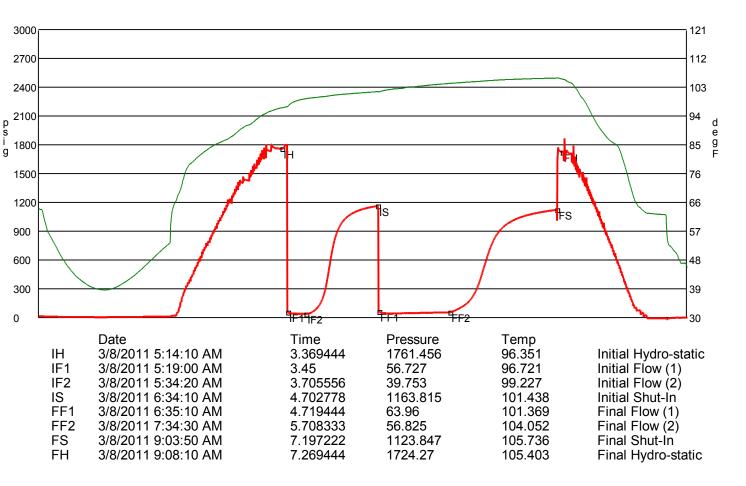


Min Into IFP Min Into FFP Gas Flows Pressure Choke

RICKETTS	TESTING			(620) 326-5830			Pa	ige 1
Company Address CSZ Attn.	Shelby Resources, LLC 445 Union Blvd. Ste. 208 Lakewood, CO 80228 Charlie Sturdavant		Lease Name Lease # Legal Desc Section Township County	8 25S Stafford		Range State	2143 12W KS	
Comments	ompany didress 445 Union Bivd. Ste. 208 Lease Name Lease # 1-8							
GENERAL IN	NFORMATIO	N		Chalcas	2/4	Llala Ci	770	
Test # <b>3</b> Tester Test Type	Conventional	Bottom Hol		Top Recorder # Mid Recorder #	W1119 W1022	Hole Si	ze <i>7 71</i> 8	
# of Packers			e <b>6 3/4</b>			Approve	ed By	
Mud Type Mud Weight Filtrate	9.0			Extra Equipmnt Time on Site Tool Picked Up	Jars & Safety j 12:05 AM 2:40 AM	oint		
				Elevation	1901.00	Kelley E	Bushings <b>19</b>	12.00
	<b>3740.0</b> ow <b>30.0</b>							
Blow Type	Weak surface Weak 1/4 inc	h blow at th						
RECOVERY								
Feet Description	on			Gas	Oil	Water	<u>M</u> ı	ıd
110 Gas in Pi 75 Mud with	pe a slight trace of	f oil		100%110ft 0% 0ft	0% Oft trace	0% Of 0% Of		6 Oft 0%75ft

DST Fluids

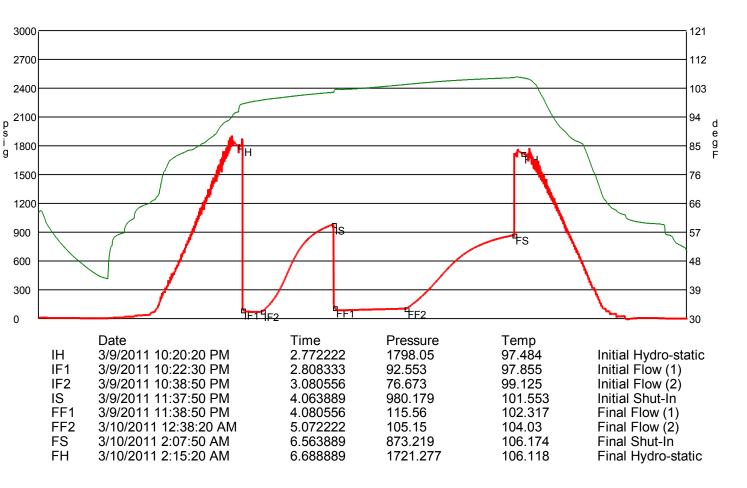
0



Min Into IFP Min Into FFP Gas Flows Pressure Choke

RICKETTS	TESTING			(620) 326-5830		Р	age 1
Company Address CSZ Attn.	Shelby Resou 445 Union Bly Lakewood, Co Charlie Sturda	d. Ste. 208 D 80228		Lease Name Lease # Legal Desc Section Township County	McCune 1-8 NE-SW-NW-SW 8 25S Stafford	Range State	t 2143 12W KS
Comments	Field: Bunyan Legal Descrip		600' FSL & 350' FW	Drilling Cont L	Sterling Drilling	g Co. Rig #2	
GENERAL IN	NFORMATIO	N					
Test # <b>4</b> Tester Test Type	Tim Venters Conventional	Bottom Hol	3/10/2011 e	Chokes Top Recorder # Mid Recorder # Bott Recorder #	W1119 W1022	Hole Size 7 7/8	
# of Packers Mud Type Mud Weight Filtrate	Successful Te 2.0 Gel Chem 9.0 6.4	Packer Size Viscosity Chlorides	51.0 5500	Time on Site Tool Picked Up	0 Jars & Safety jo 6:35 PM 8:35 PM	Approved By	
Drill Collar Len Wght Pipe Len				Tool Layed Dwr Elevation		Kelley Bushings1	912.00
Formation Interval Top Anchor Len Bel Total Depth Blow Type	3808.0 Weak surface es. Fairly wea aching the bo	ak 1 inch blo ttom of the	3808.0 0 start of the intial flow at the start of the bucket in 11 minute iod, but didn't last	End Date/Time ow period, build e final flow peri es. Weak surfac	od, building, re ce blow back at	AM :h	
RECOVERY							

Feet	Description	Gas	OII	water	Nud
	Gas in Pipe Very slight oil cut mud Gassy, oil and water cut mud	100%450ft 0% 0ft 10% 6ft	0% Oft 1% 1.2ft 22% 13.2ft	0% Oft 0% Oft 15% 9ft	0% 0ft 99% 123.8ft 53% 31.8ft



Min Into IFP Min Into FFP Gas Flows Pressure Choke

RICKETT	'S TESTING	(620) 326-583	0	F	Page 1
Company Address CSZ Attn.	Shelby Resources, LLC 445 Union Blvd. Ste. 208 Lakewood, CO 80228 Charlie Sturdavant	Lease Name Lease # Legal Desc Section Township	McCune 1-8 NE-SW-NW-SW 8 25S	Job Ticke Range	et 2143 12W
		County Drilling Cont	Stafford Sterling Drilling Co	State  D. Rig #2	KS
Comments	Field: Bunyan Northeast Legal Description Feet; 1600' FSL &	· ·		J	

Chokes

3/4

Hole Size 7 7/8

Top Recorder # W1119 Test # **5** Test Date 3/11/2011 Mid Recorder # W1022 **Tim Venters** Tester Bott Recorder #13310 Test Type **Conventional Bottom Hole** Successful Test # of Packers 2.0 Packer Size 6 3/4 Mileage Approved By Standby Time 0 Gel Chem Extra Equipmnt Jars & Safety joint Mud Type Mud Weight Time on Site 2:45 PM 9.1 Viscosity 57.0 Filtrate Chlorides Tool Picked Up 5:15 PM 6.4 7000

Tool Layed Dwn1:45 AM Drill Collar Len 217.0

Wght Pipe Len 0

Elevation 1901.00 Kelley Bushings 1912.00

Start Date/Time3/10/2011 4:09 PM Formation **Bunyan Northeast** End Date/Time 3/11/2011 1:50 AM Interval Top 3822.0 **Bottom** 3850.0

Anchor Len Below 28.0 Between

Total Depth 3850.0

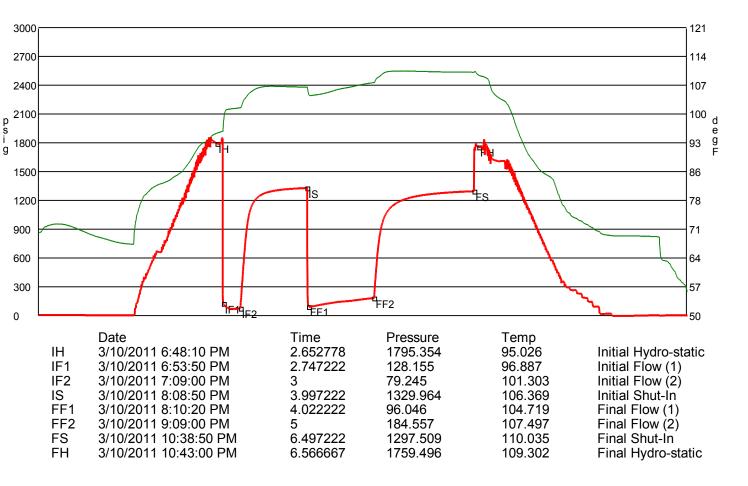
Blow Type Very strong blow throughout the initial flow period, building, reaching BOB in 3

0 seconds. Gas to surface 10 minutes. Weak surface blow back at the start of t he initial shut-in period, building to 5 1/2 inches. Very strong blow at the st art of the final flow period, hitting BOB instantaneously. Gas to surface insta ntaneously. Weak surface blow back after we bled line off (33 min.) of the fina I shut-in period, bulding, reaching BOB 6 minutes. Times; 15, 60, 60, 90. Oil

Gravity: 35.

#### RECOVERY

<u>Feet</u>	Description	Gas	Oil	Water	Mud
220	Gas in Pipe Clean oil Very gassy mud cut oil Gassy, water, very heavy oil cut mud	100%3200ft 0% 0ft 18% 57.6ft 10% 6ft	0% 0ft 100%220ft 57% 182.4ft 35% 21ft	0% Oft 0% Oft 0% Oft 18% 10.8ft	0% Oft 0% Oft 25% 80ft 37% 22.2ft
	,,,				



Min Into IFP	Min Into FFP	Gas Flows	Pressure	Choke
15	0	28.00 mcf	20.00 h2o	0.50 in
0	10	33.20 mcf	28.00 h2o	0.50 in
0	20	31.00 mcf	24.50 h2o	0.50 in
0	30	27.65 mcf	19.50 h2o	0.50 in
0	40	27.65 mcf	19.50 h2o	0.50 in
0	50	26.95 mcf	18.50 h2o	0.50 in
0	60	25.80 mcf	17.00 h2o	0.50 in

Scale 1:240 Imperial

Well Name: # 1-8 McCune

Surface Location: 1600' FSL, 350' FWL Sec 8 T25S R12W

**Bottom Location:** 

API: 15-185-23670-0000

License Number:

Spud Date: 3/2/2011 Time: 2:15 PM

Region: Stafford County

Drilling Completed: 3/12/2011 Time: 2:46 PM

Surface Coordinates: 444397 & 1950390

**Bottom Hole Coordinates:** 

Ground Elevation: 1901.00ft
K.B. Elevation: 1912.00ft
Lagged Interval: 2800.00ft

Logged Interval: 2800.00ft To: 4260.00ft

Total Depth: 4260.00ft Formation: Lansing

Drilling Fluid Type: Chemical/Fresh Water Gel

**OPERATOR** 

Company: Shelby Resources, LLC Address: 445 Union Blvd., Suite 208

Lakewood, CO 80228

Contact Geologist: Janine Sturdavant Contact Phone Nbr: 303-907-2209 Well Name: # 1-8 McCune

Location: 1600' FSL, 350' FWL Sec 8 T25S R12W API: 15-185-23670-0000

Pool: Bunyan NE Field: Bunyan NE State: Kansas Country: USA

**SURFACE CO-ORDINATES** 

Well Type: Vertical

Longitude: Latitude:

N/S Co-ord: 444397 E/W Co-ord: 1950390

#### **LOGGED BY**



Company: Charlie Sturdavant Consulting

Address: 920 12th Street

Golden, CO 80401

Phone Nbr: 303-907-2295

Logged By: Geologist Name: Charlie Sturdavant

CONTRACTOR

Contractor: Sterling Drilling Company

Rig #: 2

Rig Type: mud rotary

 Spud Date:
 3/2/2011
 Time:
 2:15 PM

 TD Date:
 3/12/2011
 Time:
 2:46 PM

Rig Release: Time:

**ELEVATIONS** 

K.B. Elevation: 1912.00ft Ground Elevation: 1901.00ft

K.B. to Ground: 11.00ft

	V	Vell Compa	arison She	et					
									]
	DRILLING	WELL				COMPAR	ISON WEL	.L	-
Shelby Res	ources LLC.	. # 1-8 McC	une		Pyramid	Oil McCun	e #1		
	1600' FSL 8	& 350' FWL	-					NW-SW	-SW

		Sec. 8 T25	S R12W			Sec. 8 T2		
							Structura	al
	1912	KB			1905	KB	Relation	ship
Formation	Prognosis	Sub-Sea	Log	Sub-Sea	Log	Sub-Sea	Sample	Log
Anhydrite	735	1177	734	1178	728	1177	0	1
Howard	2988	-1076	2989	-1077	2984	-1079	3	2
Topeka	3076	-1164	3078	-1166	3073	-1168	4	2
Heebner	3409	-1497	3412	-1500	3407	-1502	5	2
Toronto	3436	-1524	3433	-1521	3434	-1529	5	8
Douglas	3454	-1542	3452	-1540	3450	-1545	3	5
Brown Lime	3562	-1650	3564	-1652	3561	-1656	6	4
Lansing	3584	-1672	3587	-1675	3584	-1679	7	4
Lansing G	3696	-1784	3696	-1784	3694	-1789	5	5
Lansing H	3727	-1815	3727	-1815	3726	-1821	6	6
Base KC	3871	-1959	3870	-1958	3869	-1964	5	6
Viola	3994	-2082	3991	-2079	3992	-2087	5	8
Simpson Shale	4092	-2180	4092	-2180	4094	-2189	9	9
Arbuckle	4163	-2251	4165	-2253	4164	-2259	8	6
Total Depth	4260	-2348	4264	-2352	4200	-2295		

		Daily Drilling	Report			
Company:	445 Union St., Suite 208  Lakewood, CO 80228  Sec.8 T25S R12W  Stafford County, K5  Name of the Sturday of the	#1-8McCune				
		1600' FSL & 350' FWL				
	Lakewood, (	CO 80228			Sec.8 T25S R12W	
					Stafford County, KS	
Jim Waechter	Cell: 303-478	3-3388	Well: #1-8McCune   Location: 1600' FSL & 350' FWL   Sec.8 T25S R12W   Stafford County, KS   Stafford County,			
Company: Shelby Resources LLC Well: #1-8McC						
Wellsite Geolog	ist: Charlie Stur	davant		Elevation:	1912' KB 1901' GL	
				Field:	Bynum NE	
	* * * * * * * * * * * * * * * * * * * *			API No.: 15-185-23670-0000		
		sing: 8 5/8" set @ 765' KB				
-			5651 Tool Pus	her: Shane D	owns cell: 620-388-3474	
3/2/2011	0 ft.	Preparing to spuc	J.			
3/3/2011	765 ft.	Running surface	casing to 765'.			
3/4/2011	1511 ft.	Drilling ahead.				
3/5/2011	2550 ft.	Drilling ahead, no	problems.			
3/6/2011	3272 ft.	Drilling ahead and	d running high			
		_		1		

3/7/2011	3700 ft.	Tripping pipe for DST #1 in the Lansing.
3/8/2011	3735 ft.	Conducting DST #2 in Lansing H zone.
3/9/2011	3770ft.	Conducting DST #3 in Lansing I and J zones.
3/10/2011	3808 ft.	Tripping into hole after completing DST # 4.
3/11/2011	3850 ft.	Circulating to dissipate trip gas, before drilling.
3/12/2011	4170 ft.	Circulating for samples @ top of Arbuckle.
3/13/2011	4260 ft.	RTD 4260'. LTD 4264'. Logging operations completed @ 0130 hrs
		Preparing to run production casing.  Geologist off location @ 0230 hrs.

#### **NOTES**

Five drill stem tests were conducted on this well. The Lansing L zone had the most favorable test. Sample shows were noted in both the Arbuckle and Viola formations, but were not drill stem tested. Logs were run and evaluated, and it was determined that 5-1/2 inch production casing should be run to the Arbuckle, so that several formations can be further tested through perforations.

The dry samples were saved and will be available for review at the Kansas Geological Survey well sample library, located in Wichita, KS.

Respectfully submitted,

Charlie Sturdavant

Feet Description

DST Fluids

1520 Gas in Pipe
110 Gassy, very slight oil cut mud
65 Gassy, very slight oil, slight water cut mud
60 Gassy, very heavy water cut mud with a slight trace of oil
125 Slight mud cut water with a very sliight trace of

89000

RICKETTS TESTING

				DST # 1				
RICKETTS	TESTING			(620) 326-5830			Pa	age 1
Company Address CSZ Attn.	Shelby Resources, LLC 445 Union Blvd. Ste. 208 Lakewood, CO 80228 Charlie Sturdavant		Lease Name Lease # Legal Desc Section Township County	McCune 1-8 NE-SW-NW- 8 25S Stafford	Ra	b Ticket Inge	2143 12W KS	
Comments			600' FSL & 350	Drilling Cont		lling Co. Rig≇	<b>‡2</b>	
GENERAL IN	VFORMATIO	N				101001000000000000000000000000000000000		
Test # 1		Test Date	3/7/2011	Chokes Top Recorder #	3/4 W1119	Hole Size	7 7/8	
Tester	Tim Venters	. cot Date	0,1,2011	Mid Recorder #				
Test Type	Conventional Successful To		e	Bott Recorder #	13310			
# of Packers	2.0	Packer Siz	e6 3/4	Mileage Standby Time		Approved	Ву	
Mud Type Mud Weight	Gel Chem 9.1	Viscosity	63.0	Extra Equipmnt Time on Site	Jars & Safet	ty joint		
Filtrate	8.0	Chlorides	5100	Tool Picked Up Tool Layed Dwr	9:40 AM			
Drill Collar Len Wght Pipe Len				Elevation	1901.00	Kelley Bus	hings19	12.00
Formation Interval Top Anchor Len Bel Total Depth	Lansing 3620.0 ow 80.0 3700.0	Bottom Between	3700.0 0	Start Date/Time End Date/Time				
Blow Type	Strong blow to the bucket in flow period,	1 1/2 minut building, rea w back at th	es. Fairly wea aching the bot	period, building, rea k 1 inch blow at the tom of the bucket in inal shut-in period, b	start of the fi 3 1/2 minute	inal es. Wea		

Oil

0% 2% 2% trace

trace

0ft 2.2ft 1.3ft

100%1520ft 1% 1.1ft 2% 1.3ft 2% 1.2ft

Oft

(620) 326-5830

1% 2% 2%

0%

Water

Oft

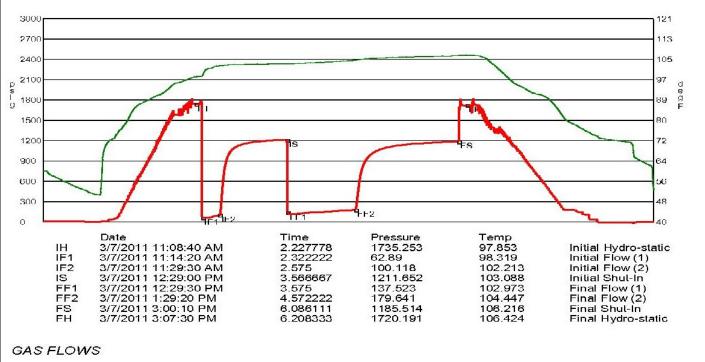
0% Oft 13% 8.4ft 48% 28.8ft 78% 97.5ft

Mud

0% Oft 97% 106.7ft 83% 54ft 50% 30ft

22% 27.5ft

Page 2



Min Into IFP Min Into FFP Gas Flows Pressure Choke

		DST # 2						
RICKETT	S TESTING	(620) 326-583	0	Pa	Page 1			
Company Address CSZ Attn.	Shelby Resources, LLC 445 Union Blvd. Ste. 208 Lakewood, CO 80228 Charlie Sturdavant	Lease Name Lease # Legal Desc Section Township	McCune 1-8 NE-SW-NW-SW 8 25S	Job Ticket Range	2143 12W			
Comments	Field: Bunyan Northeast Legal Description Feet; 1600' FSL & 3	County Drilling Cont	State KS p. Rig #2					
GENERAL	INFORMATION							
Test # 2	Test Date 3/8/2011	Chokes Top Recorder		e Size <b>77/8</b>				
Tester	Tim Venters	Mid Recorder						
Test Type	Conventional Bottom Hole Successful Test	Bott Recorder						
# of Packers	2.0 Packer Size 6 3/4	Mileage	48 Apr	proved By				

Mud Type Mud Weight Filtrate Gel Chem Viscosity 9.0 59.0 Chlorides Drill Collar Len 217.0

Standby Time 0
Extra Equipmnt Jars & Safety joint
Time on Site 1:45 AM
Tool Picked Up 3:40 AM Tool Layed Dwn12:40 PM

Elevation 1901.00 Kelley Bushings 1912.00

Lansing "H' 3718.0 Start Date/Time 3/8/2011 2:28 AM End Date/Time 3/8/2011 12:44 PM Interval Top 3718.0 Anchor Len Below 17.0 Total Depth 3735.0 Bottom 3735.0

Fairly strong 2 inch blow at the start of the initial flow period, building, rea thing the bottom of the bucket in 3 minutes. Weak surface blow back at the start of the initial shut-in period, building to 2 1/2 inches. Strong 4 inch blow at the start of the final flow period, building, reaching the bottom of the bucket in 6 minutes. Weak surface blow back at the start of the final shut-in period, building to 1 inch. Times: 15, 60, 60, 90. Oil Gravity: 28.

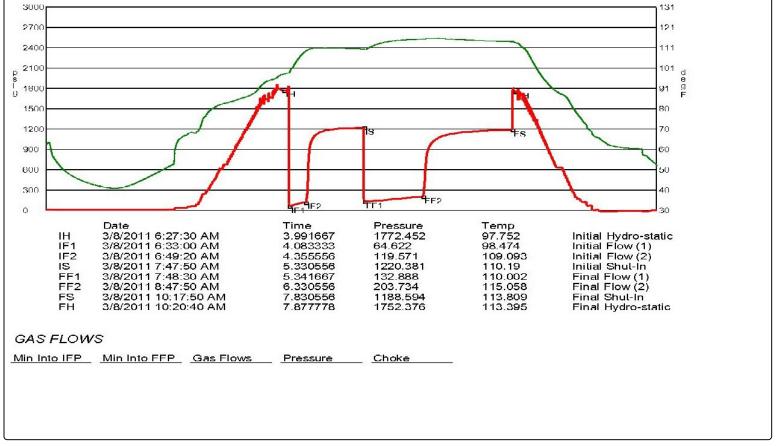
#### RECOVERY

Wght Pipe Len 0

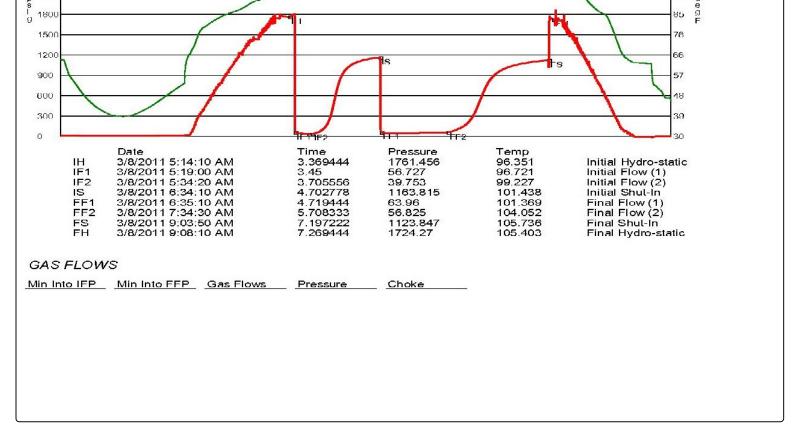
Formation

Blow Type

Feet	Description	Gas	Oil	Water	Mud
875	Gas in Pipe	100%875ft	0% Oft	0% Oft	0% Oft
1	Clean oil	O% Oft	100%1ft	0% Oft	0% Oft
20	Very slight water, heavy oil cut mud	O% Oft	40% 8ft	3% 0.6ft	57% 11.4ft
65	Gassy, very slight water, oil cut mud	2% 1.3ft	26% 16.9ft	2% 1.3ft	70% 45.5ft
130	Slight mud cut water with a trace of oil	0% Oft	trace	88% 114.4ft	12% 15.6ft
185	Water	0% Oft	0% Oft	100%185ft	0% Oft

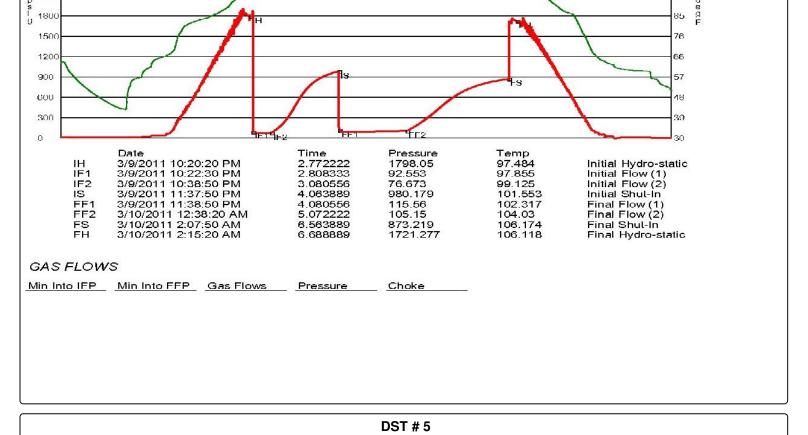


				DST # 3				
RICKETTS	6 TESTING			(620) 326-5830				Page 1
Company Address CSZ Attn. Comments	Shelby Resource 445 Union Blvd. 3 Lakewood, CO 8 Charlie Sturdava Field: Bunyan No Legal Description	Ste. 208 0228 nt ortheast	600' FSL & 350' FW	Lease Name Lease # Legal Desc Section Township County Drilling Cont	McCune 1-8 NE-SW-NW-S' 8 25S Stafford Sterling Drillin		Job Tick Range State g #2	et 2143 12W KS
GENERAL II Test # 3 Tester Test Type # of Packers Mud Type Mud Weight Filtrate Drill Collar Len Wght Pipe Len Formation Interval Top Anchor Len Be Total Depth Blow Type	Tim Venters Conventional Bo Successful Test 2.0 Pa Gel Chem 9.0 Vi 6.4 Cl 217.0 0 Lansing "J" 3740.0 Bo 3770.0	acker Size scosity hlorides ottom etween	e	Chokes Top Recorder # Mid Recorder # Bott Recorder # Mileage Standby Time Extra Equipmnt Time on Site Tool Picked Up Tool Layed Dwr Elevation Start Date/Time End Date/Time	W1022 13310 48 0 Jars & Safety 12:05 AM 2:40 AM 10:50 AM 1901.00 23/8/2011 1:52 3/8/2011 10:52	Approve joint Kelley E AM 2 AM	ze <b>77</b> /8 ed By Bushings	
RECOVERY Feet Descripti	Weak 1/4 inch b . Times: 15, 60, 6	llow at th	e start of the final				t (	Mud 0% Oft 100%75ft
DST Fluids	o							
	STESTING			(620) 326-583	0			Page 2

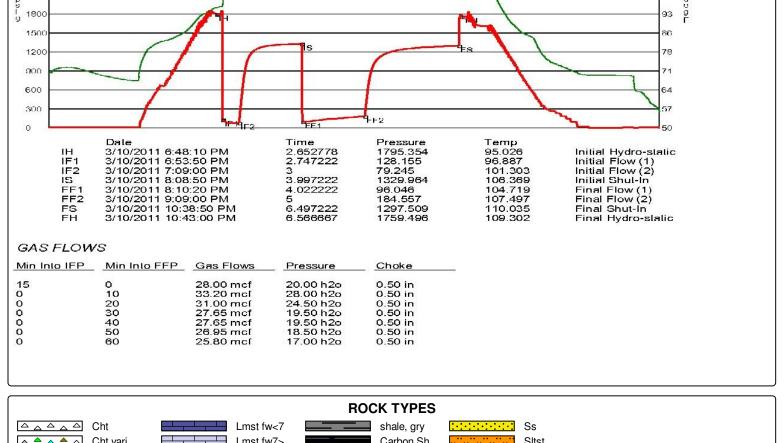


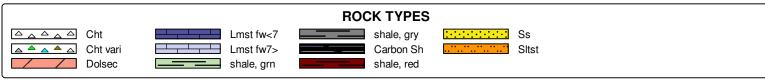
				DST # 4					
RICKETTS	TESTING			(620) 326-5830	Page 1				
Company Shelby Resources, LLC Address 445 Union Blvd. Ste. 208 CSZ Lakewood, CO 80228 Attn. Charlie Sturdavant				Lease Name Lease # Legal Desc Section Township County Drilling Cont	Lease #       1-8         Legal Desc       NE-SW-NW-SW         Section       8         Township       25S				
Comments	Field: Bunyan Legal Descrip		600' FSL & 350'	2000	Sterming	Drilling Co.	Kig #2		
GENERAL II	NFORMATIO	N		Chokes	3/4	Hole 9	Size <b>77</b> /	8	
Test # <b>4</b> Tester Test Type	Tim Venters Conventional Successful Te	Bottom Hol	3/10/2011 le	Top Recorder : Mid Recorder : Bott Recorder	# W1119 # W1022	7,0,0	0.20 11,		
# of Packers	2.0	Packer Siz	e6 3/4	Mileage Standby Time		V. 100 - 100	oved By		
Mud Type Mud Weight Filtrate	Gel Chem 9.0 6.4	Viscosity Chlorides	51.0 5500	Extra Equipmn Time on Site Tool Picked Up Tool Layed Dw	6:35 PM 8:35 PM	afety joint			
Drill Collar Len Wght Pipe Len				Elevation	1901.00	Kelley	/ Bushings	1912.00	
Formation Interval Top Anchor Len Bel Total Depth	Lansing "K" 3780.0 ow 28.0 3808.0	Bottom Between	3808.0 0	Start Date/Time End Date/Time					
Blow Type	Weak surface es. Fairly wea aching the bo	ak 1 inch blo ttom of the	ow at the start o bucket in 11 mi	al flow period, bui of the final flow per nutes. Weak surfa last the entire perion	riod, build ace blow b	ling, re ack at the s	ı		
RECOVERY	50								
Feet Description	on			Gas	Oil	Water	r	Mud	
450 Gas in Pi 125 Very sligi	ipe ht oil cut mud			100%450ft 0% Oft	0% Oft 1% 1.2		Oft Oft	0% Oft 99% 123.8f	

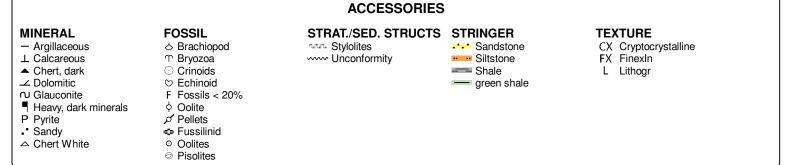
125 Very slight oil cut mud 160 Gassy, oil and water cut mud DST Fluids <b>32000</b>	0% Oft 10% 6ft	1% 1.2ft 22% 13.2ft	0% Oft 15% 9ft	99% 123.8ft 53% 31.8ft
RICKETTS TESTING	(620) 326-58	30		Page 2
3000				121
2700				112
2400			3	103
2100				94 .

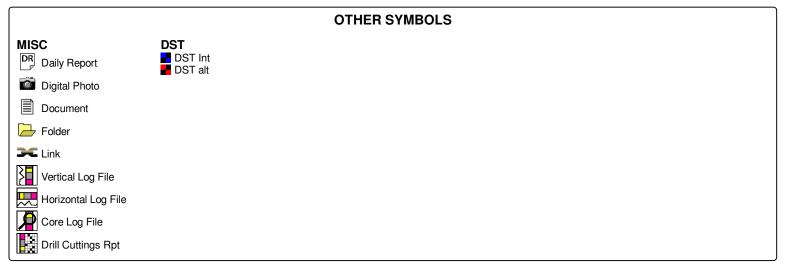


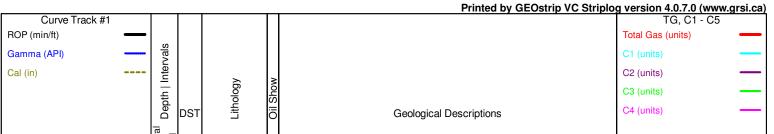
DICKETTS										
RICKLII	S TESTING	i		(620) 326-583		Page 1  Job Ticket 2143 Range 12W  State KS				
Company Address CSZ Attn.	Shelby Reso 445 Union Bl Lakewood, C Charlie Sturd	vd. Ste. 208 O 80228		Lease Name Lease # Legal Desc Section Township County Drilling Cont	Rang					
Comments	Field: Bunya Legal Descri		600' FSL & 350' F		<b>-</b>					
GENERAL I	NFORMATIC	DN								
Test # <b>5</b> Tester Test Type	Tim Venters Conventiona Successful T	l Bottom Ho	3/11/2011 e	Chokes Top Recorder Mid Recorder Bott Recorder	# W1022	Hole Size <b>7</b>	7 7/8			
# of Packers	2.0	Packer Siz	e6 3/4	Mileage Standby Time	48 0	Approved By				
Mud Type Mud Weight Filtrate	Gel Chem 9.1 6.4	Viscosity Chlorides	57.0 7000	Time on Site Tool Picked U Tool Layed Dy	p 5:15 PM	/ Joint				
Drill Collar Ler Wght Pipe Ler				Elevation	1901.00	Kelley Bushir	ngs <b>1912.00</b>			
				Start Date/Tim	ne3/10/2011 4:0	9 PM				
Interval Top Anchor Len Be	3850.0 Very strong to seconds. On the initial shart of the final ntaneously.	Bottom Between Diow through Sas to surfactin period, la Il flow period Weak surfac	3850.0 0 nout the initial floce 10 minutes. Woulding to 5 1/2 id, hitting BOB ince blow back after reaching BOB 6	End Date/Tim  w period, building feak surface blow nches. Very stro stantaneously. Control we bled line off	e 3/11/2011 1:5 ng, reaching B0 v back at the st ong blow at the sas to surface i (33 min.) of the	0 AM OB in 3 art of t est nsta e fina				
Interval Top Anchor Len Be Total Depth Blow Type	3822.0 blow 28.0 3850.0 Very strong becomes. One initial shut art of the finantaneously. I shut-in period Gravity: 35.	Bottom Between Diow through Sas to surfactin period, la Il flow period Weak surfac	onout the initial floce 10 minutes. Woulding to 5 1/2 id, hitting BOB insees blow back after	End Date/Tim  w period, building feak surface blow nches. Very stre stantaneously. Come bled line off minutes. Times;	e 3/11/2011 1:5  ng, reaching B0 v back at the st ong blow at the sas to surface i (33 min.) of the (15, 60, 60, 90.	O AM OB in 3 art of t est est esta e fina Oil	Must			
RECOVER)	3822.0 3850.0 3850.0 Very strong become some some some some some some some s	Bottom Between Diow through Sas to surfactin period, la Il flow period Weak surfac	onout the initial floce 10 minutes. Woulding to 5 1/2 id, hitting BOB insees blow back after	End Date/Tim  www period, building feak surface blow nches. Very strestantaneously. Or we bled line off minutes. Times;  Gas	e 3/11/2011 1:5  ng, reaching B0 v back at the st bng blow at the sas to surface i (33 min.) of the (15, 60, 60, 90.	O AM OB in 3 art of t st st nsta e fina Oil	Mud			
RECOVERY Feet Descript 220 Gas in F 220 Clean oi 320 Gassy, v	3822.0 elow 28.0 3850.0 Very strong to seconds. One initial shuth art of the finantaneously. I shut-in periodical shuth art of the seconds. One initial shut-in periodical shut-in periodical shuth art of the finantaneously. I shut-in periodical shuth art of the seconds of the second of the seconds of the seconds of the second of the seconds of the seconds of the second of the	Bottom Between blow through Sas to surfactin period, I II flow period Weak surfaction, bulding,	oout the initial floce 10 minutes. Woulding to 5 1/2 if the following BOB insee blow back after reaching BOB 6	End Date/Tim  w period, building feak surface blow nches. Very stre stantaneously. Come bled line off minutes. Times;	e 3/11/2011 1:5  ng, reaching B0 v back at the st ong blow at the sas to surface i (33 min.) of the (15, 60, 60, 90.	O AM OB in 3 art of t est est esta e fina Oil	Mud  0% Oft 0% Oft 25% 80ft 37% 22.2f			
Interval Top Anchor Len Be Total Depth Blow Type  RECOVERY Feet Descript 3200 Gas in F 220 Clean oi 320 Very gas 60 Gassy, v DST Fluids	3822.0 3850.0 3850.0 Very strong become an art of the final name o	Bottom Between blow through state to surface the surfa	oout the initial floce 10 minutes. Woulding to 5 1/2 if the following BOB insee blow back after reaching BOB 6	End Date/Tim  we period, building the surface blow stratantaneously. Constitution of the surface blow stratantaneously. Constitution of the surface blood surface blow surface	e 3/11/2011 1:5  ng, reaching B0 v back at the st ong blow at the sas to surface i (33 min.) of the (15, 60, 60, 90.)  Oil  0% Oft 100%220ft 57% 182.4ft 35% 21ft	O AM  OB in 3 art of t est est est osta e fina Oil  Water  O% Oft O% Oft	0% Oft 0% Oft 25% 80ft			

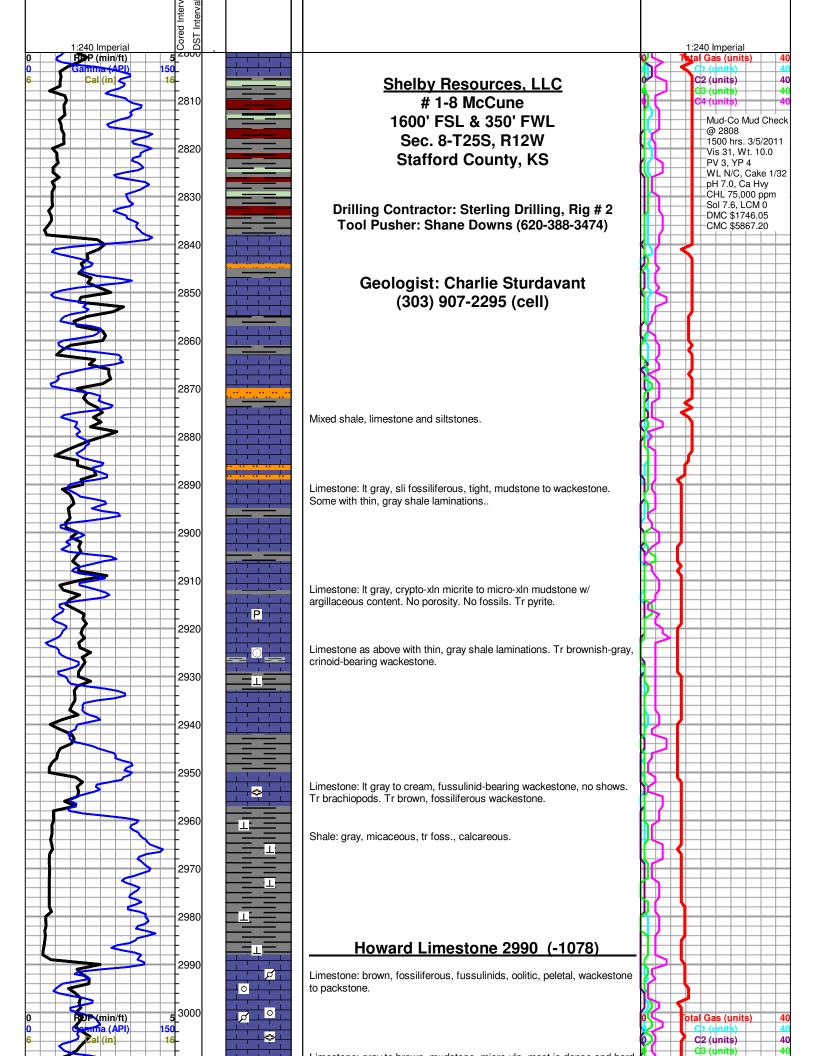


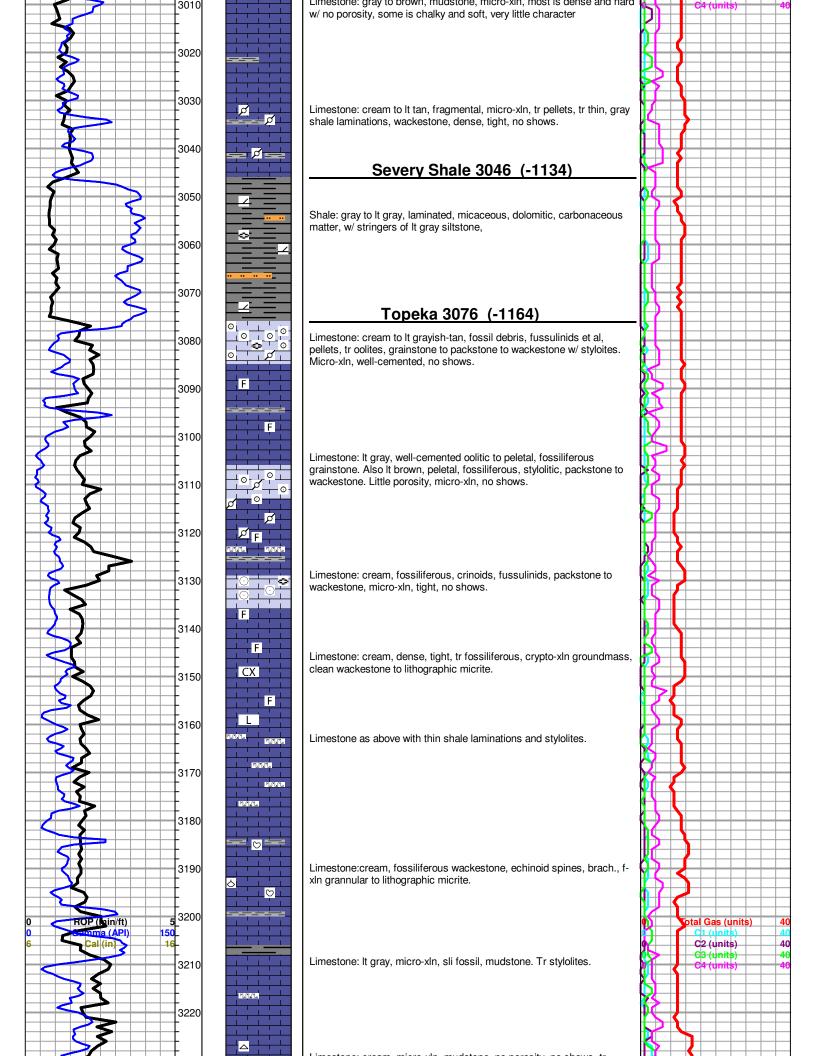


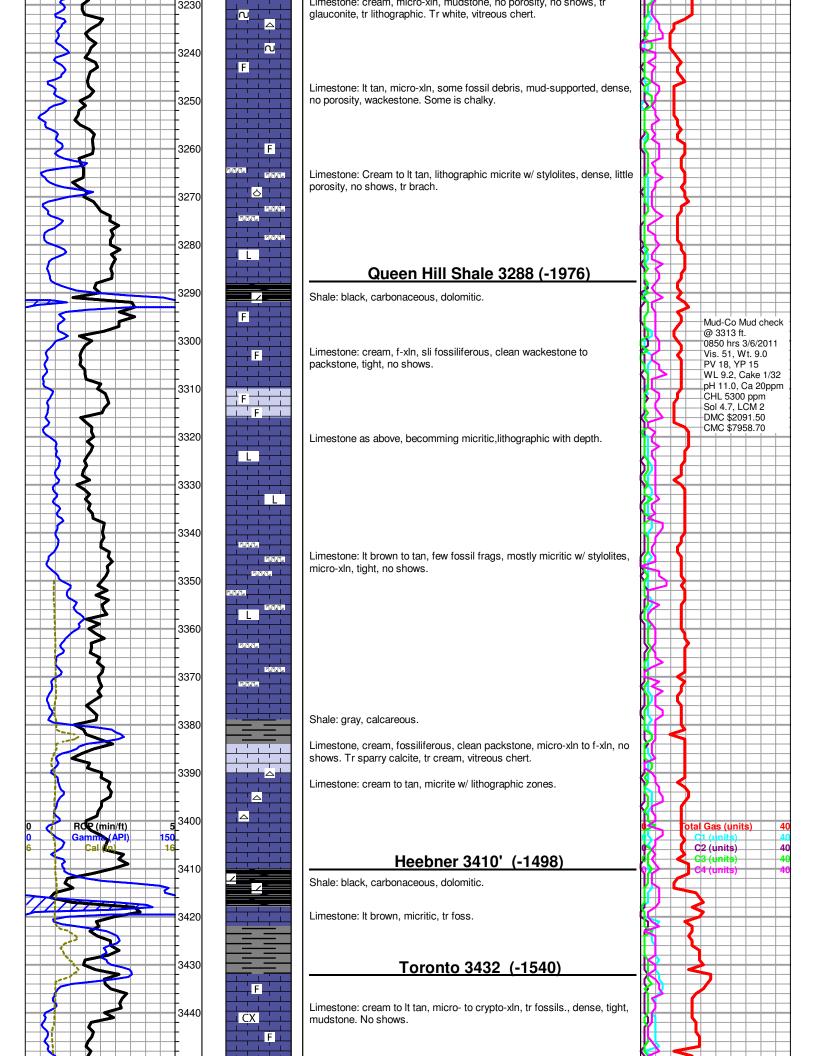


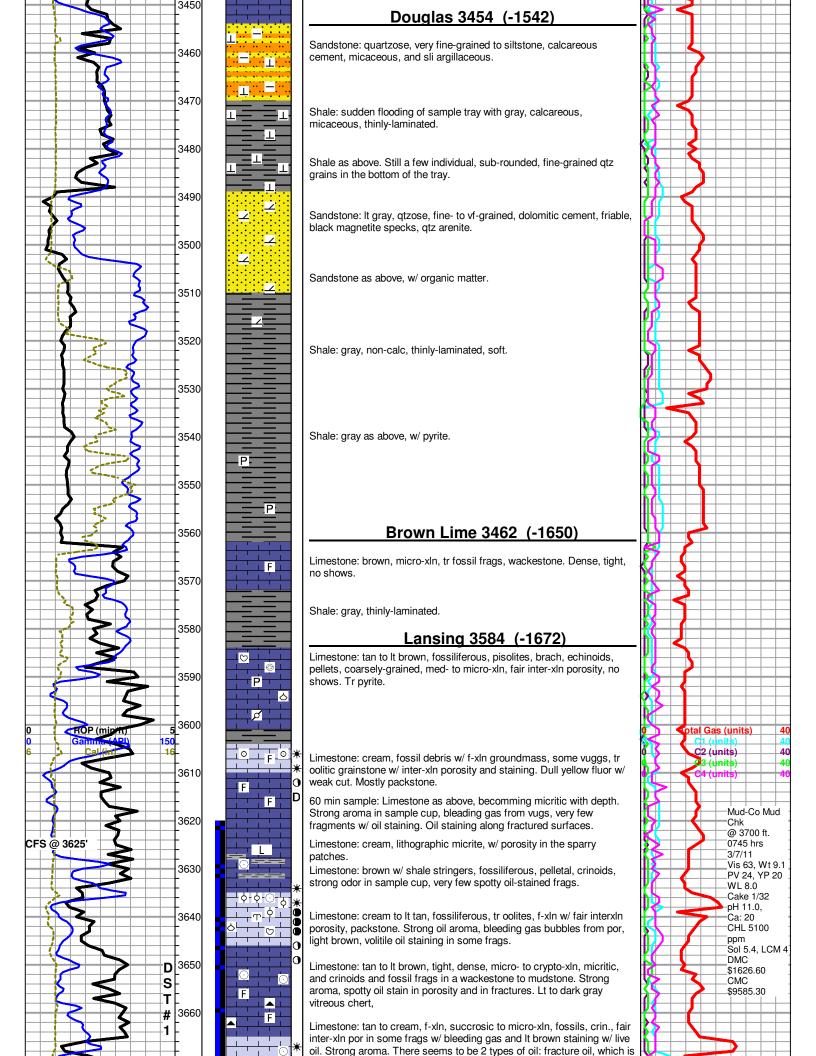


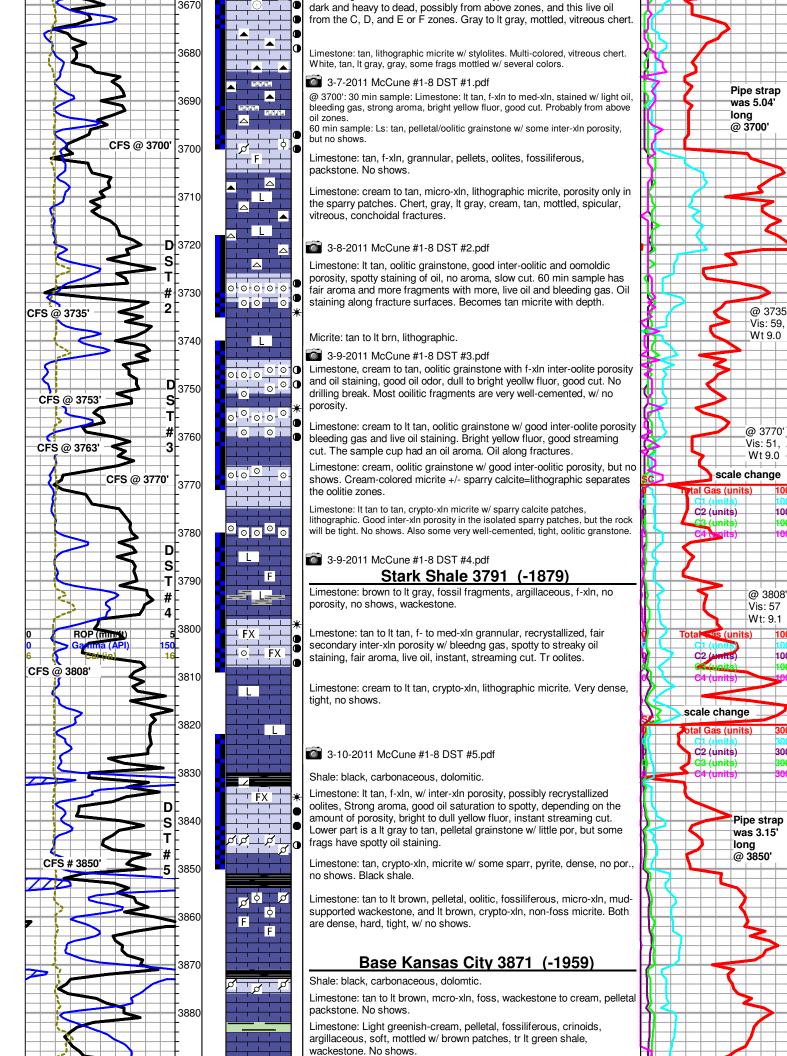


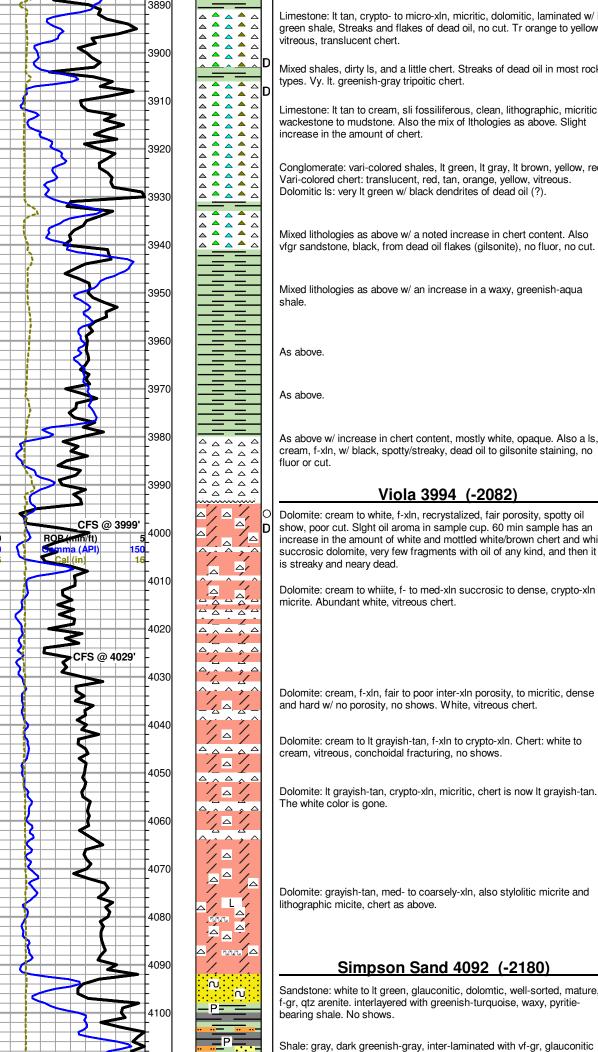












Limestone: It tan, crypto- to micro-xln, micritic, dolomitic, laminated w/ It green shale, Streaks and flakes of dead oil, no cut. Tr orange to yellow,

@ 3900

Vis: 73

Wt: 8.7

Scale change

Gas (units)

C2 (units)

C3 (units)

C2 (units) C3 (units)

scale change

Mixed shales, dirty Is, and a little chert. Streaks of dead oil in most rock

Limestone: It tan to cream, sli fossiliferous, clean, lithographic, micritic, wackestone to mudstone. Also the mix of Ithologies as above. Slight

Conglomerate: vari-colored shales, It green, It gray, It brown, yellow, red. Vari-colored chert: translucent, red, tan, orange, yellow, vitreous.

Mixed lithologies as above w/ a noted increase in chert content. Also vfgr sandstone, black, from dead oil flakes (gilsonite), no fluor, no cut.

As above w/ increase in chert content, mostly white, opaque. Also a ls, cream, f-xln, w/ black, spotty/streaky, dead oil to gilsonite staining, no

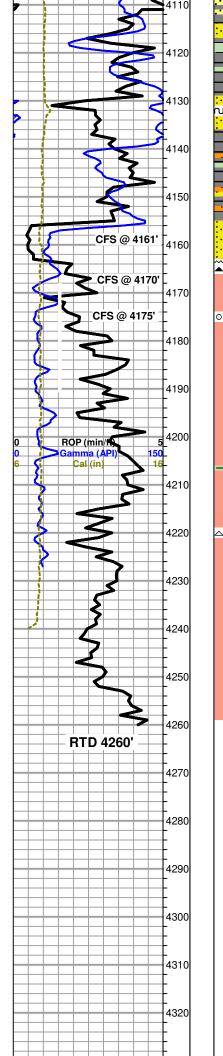
show, poor cut. Slght oil aroma in sample cup. 60 min sample has an increase in the amount of white and mottled white/brown chert and white succrosic dolomite, very few fragments with oil of any kind, and then it

Dolomite: cream to whiite, f- to med-xln succrosic to dense, crypto-xln

Dolomite: cream, f-xln, fair to poor inter-xln porosity, to micritic, dense

Dolomite: cream to It grayish-tan, f-xln to crypto-xln. Chert: white to

Sandstone: white to It green, glauconitic, dolomtic, well-sorted, mature, f-gr, qtz arenite. interlayered with greenish-turquoise, waxy, pyritie-



ss and sitstone, w/ dolo cement.

Shale: increase in gray color.

Sandstone: It gray, qtz-rich, w/ black grains (magnetite?), pyrite, glauconite, well-sorted, well-rounded, fine-grained, mature, carb cement. No shows.

Shale: dominated by gray, also greenish-gray, soft, non-calc. laminations of gray, pyritic siltstone, calc cement.

As above w/ tr gray, f-gr, well-sorted ss.

Sandstone: white, med-grained, well-sorted, well-rounded grains, silica cement, fairly hard, but abundant free qtz sand grains in bottom of tray, good inter-granular porosity, qrtz arenite. Tr glauconite, slight hydrocarbon aroma in sample cup, no shows.

#### Arbuckle 4163 (-2251)

Dolomite: It pinkish-gray, lithographic micrite, Chert: ooltic, It pinkishtan, to dark gray, vitreous. Fair aroma in sample tray.

Dolomite: It pinkish-tan, f-xln, succrosic in parts, tr pyrite. Fair inter-xln porosity, Weak hydrocarbon aroma, no shows. Some fragments are arrenaceous, w/ vf-gr qtz sand. Tr glauconite.

Samples from 4180 and 4190 also have a hydrocarbon aroma, but no oil shows could be detected. Tr vugular porosity.

Dolomite: color changed to tan and texture has changed to micrite, tite, dense. No shows. Finally found one fragment of tan dolo w/ vugular porosity, gas bubbles and oil satutation. Bright yellow fluor and slow cut. Shows evidence of having once been an oolitic grainstone. Sample lags back to 4170-80'. Tr lt orange vitreous chert. Some chert is oolitic, dark gray and pyritic in the inter-oolite cement.

Dolomite: It tan to cream, succrosic, f-xln, fair porosity, soft, no shows. thin laminations of aqua-blue-green shale. No shows.

Dolomite: as above w/ white to cream to It brown, vitreous, oolitic to opaque chert.

As above

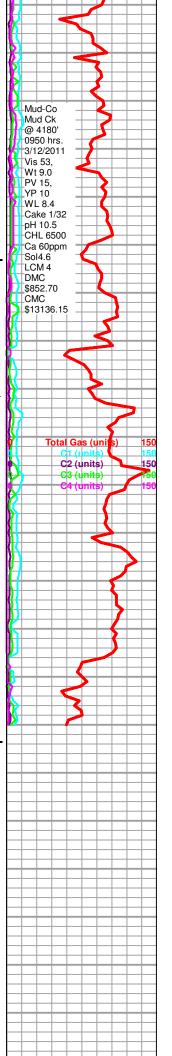
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Cherty dolomite as above. Dolo rhombs to 0.6mm in size.

Dolomite: cream to It tan, crypto-xln, dense, hard, tight, no shows.

### RTD 4260 (-2348)

RTD 4260' @ 1446 hrs 3/12/2011 Superior Well Service Log TD: 4264 Completed Logging Operations @ 0205 hrs Geologist off location @ 0230 hrs 3/13/2011



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3-7-2011 McCune #1-8 DST #1.pdf

3-8-2011 McCune #1-8 DST #2.pdf

3-9-2011 McCune #1-8 DST #3.pdf

3-9-2011 McCune #1-8 DST #4.pdf

3-10-2011 McCune #1-8 DST #5.pdf