



American Energies
Corporation

155 N. Market, Suite 710, Wichita, KS 67202
316-263-5785, 316-263-1851 fax

DRILLING REPORT

Tien #1-10

AEC'S LEASE #: 10691034
LOCATION: S/2 SE NE SE Sec. 10-T4S-R23W
COUNTY: Norton
API: 15-137-20583
CONTRACTOR: W W Drilling, LLC
GEOLOGIST: David Goldak

SURFACE CASING: 8-5/8" 23#, set @ 303'
PRODUCTION CASING:
PROJECTED RTD: 3800
G.L.: 2337 **K.B.:** 2342
SPUD DATE: 09/09/2011
COMPLETION DATE:
REFERENCE WELLS:

NOTIFY: **American Energies Corp**
Alan L. DeGood Family Trust
Buffalo Creek Oil & Gas, LLC
Debbie Schmitt, LLC
Dianne Y. DeGood Family Trust
Great Plains Energy, INC.
Husker Logic, LLC
Hyde Resources, Inc.
Spring Creek Resources, LLC
Gar Oil Corporation
RT & M Investments

#1: AEC's Harting #1-11 – 2190' FSL & 990' FWL 11-4S-23W
#2: Okmar's Jones A #1 – NE NE SE 10-4S-23W

| FORMATION: | SAMPLE LOG: | | | | ELECTRIC LOG TOPS: | | | |
|------------------|-------------|-------|-------------|----|--------------------|-------------|-----|-----|
| | | | COMPARISON: | | | COMPARISON: | | |
| Anhydrite | 1912 | +430 | +3 | +3 | 1914 | +428 | +1 | +1 |
| Base Anhydrite | 1942 | +400 | +3 | NA | 1942 | +400 | +3 | NA |
| Topeka | 3196 | -854 | -1 | -2 | 3196 | -854 | -1 | -2 |
| Heebner | 3399 | -1057 | -1 | -4 | 3399 | -1057 | -1 | -4 |
| Toronto | 3424 | -1082 | -1 | -3 | 3424 | -1082 | -1 | -3 |
| Lansing | 3438 | -1096 | +1 | -1 | 3440 | -1098 | -1 | -3 |
| Base/Kansas City | 3625 | -1283 | -2 | -6 | 3624 | -1282 | -1 | -5 |
| Gorham Sand | 3669 | -1327 | +4 | -4 | 3668 | -1326 | +5 | -3 |
| Granite Wash | 3676 | -1334 | +3 | -5 | 3682 | -1340 | -3 | -11 |
| Granite | 3699 | -1357 | +14 | NA | 3698 | -1356 | +15 | NA |
| RTD | 3738 | -1396 | | | 3738 | -1396 | | |
| LTD | 3738 | | | | | | | |

- 9/09/11 MIRT, RURT, Spud at 12:00 p.m. 9/9/11. Drilled 12 1/4" surface hole. Set 7 jts, 296.26' 20# 8 5/8" surface casing set @ 303'. Cemented with 200 sx Common, 3% cc, 2% gel. Plug down at 4:15 p.m. on 9/9/11. Cementing by Allied. Cement did circulate.
- 9/10/11 At 1130' and drilling ahead.
- 9/11/11 At 2750' and drilling ahead.
- 9/12/11 At 3420' and drilling ahead.
- 9/13/11 At 3570' and drilling ahead. **Results DST #1: 3398 – 3492 (Toronto and Lansing A,B,C), Times: 30-60-30-60. Slid tool 12', open last 2'. Recovered: 138' M with show of oil in tool. IHP: 1620, IFP: 36-65, ISIP: 986, FFP: 71-86, FSIP: 964, FHP: 1616, Temperature: 98 degrees.**
- 9/13/11 1:45 p.m. Preparing to run DST #2: 3624 – 3676 (Gorham Sand).
- 9/14/11 3738 and tripping out of hole to log well. **Results DST #2: 3624-3676 (Gorham Sand). Times: 30-60-30-60. Recovered 420' TF (42' WCM, 24% W, 76%M), 193' WM with trace of oil (50% W, 50% M), 185' Sli MCW with trace of oil (94% W, 6% M), Chlorides: 72,000, IHP: 1750, IFP: 48-143, ISIP: 825, FFP: 151-213, FSIP: 821, FHP: 1719, temperature: 102 degrees.**
- 9/15/11 Drilling Complete, plugging information as follows: 1st plug set @ 1930' with 25 sx, 2nd plug set @ 1190' with 100 sx, 3rd plug set @ 350' with 40 sx, 4th plug @ 40' with 10 sx and wiper plug, 30 sx in rat hole. Plug down at 7:30 p.m. Rig released @ 9:30 p.m. 9/14/11

ALLIED CEMENTING CO., LLC. 038260

Federal Tax I.D.# 20-5975804

REMIT TO P.O. BOX 31
RUSSELL, KANSAS 67665

SERVICE POINT:
Russell

| | | | | | | | |
|------------------------------------|--------------------|--------------------------------|-----------------|-------------|----------------------|--------------------------|---------------------------|
| DATE <u>9/9/11</u> | SEC. <u>10</u> | TWP. <u>4</u> | RANGE <u>23</u> | CALLED OUT | ON LOCATION | JOB START <u>3:45 PM</u> | JOB FINISH <u>4:10 PM</u> |
| LEASE <u>Tier</u> | WELL # <u>1-10</u> | LOCATION <u>Norlow 5 1/2 S</u> | | | COUNTY <u>Norlow</u> | STATE <u>KS</u> | |
| OLD OR NEW (Circle one) <u>NEW</u> | | | | <u>Wich</u> | | | |

CONTRACTOR GW Drilling R. #2

TYPE OF JOB Surface

HOLE SIZE 12 1/8 T.D. 304

CASING SIZE 8 1/2 DEPTH 208.21

TUBING SIZE DEPTH

DRILL PIPE DEPTH

TOOL DEPTH

PRES. MAX MINIMUM

MEAS. LINE SHOE JOINT

CEMENT LEFT IN CSG. 15'

PERFS.

DISPLACEMENT 18.67 521

OWNER

CEMENT

AMOUNT ORDERED 200 Con
32 CC 2961

| | | | |
|----------|----------------------|----------------|----------------|
| COMMON | <u>200</u> | @ <u>16.25</u> | <u>3250.00</u> |
| POZMIX | | @ | |
| GEL | <u>4</u> | @ <u>21.25</u> | <u>85.00</u> |
| CHLORIDE | <u>7</u> | @ <u>58.20</u> | <u>407.40</u> |
| ASC | | @ | |
| | | @ | |
| | | @ | |
| | | @ | |
| | | @ | |
| | | @ | |
| | | @ | |
| HANDLING | <u>211</u> | @ <u>2.25</u> | <u>474.75</u> |
| MILEAGE | <u>14/16/10 (24)</u> | | <u>177.54</u> |
| TOTAL | | | <u>5934.69</u> |

EQUIPMENT

PUMP TRUCK CEMENTER Shane

409 HELPER Todd

BULK TRUCK

410 DRIVER Nick

BULK TRUCK

DRIVER

REMARKS:

Ran 7 jts + Carding St.

Est Circulation

Wider Spacers

Cement Circulated

SERVICE

DEPTH OF JOB

PUMP TRUCK CHARGE 1125.00

EXTRA FOOTAGE @

MILEAGE 148 @ 7.00 1036.00

MANIFOLD @

Lub 148 @ 4.00 592.00

TOTAL 2753.00

CHARGE TO: American Energies

STREET _____

CITY _____ STATE _____ ZIP _____

PLUG & FLOAT EQUIPMENT

| | | |
|-------------|---|-------|
| _____ | @ | _____ |
| _____ | @ | _____ |
| _____ | @ | _____ |
| _____ | @ | _____ |
| _____ | @ | _____ |
| TOTAL _____ | | |

To Allied Cementing Co., LLC.
You are hereby requested to rent cementing equipment and furnish cementer and helper(s) to assist owner or contractor to do work as is listed. The above work was done to satisfaction and supervision of owner agent or contractor. I have read and understand the "GENERAL TERMS AND CONDITIONS" listed on the reverse side.

PRINTED NAME Sid Deutscher

SIGNATURE [Signature]

SALES TAX (If Any) _____

TOTAL CHARGES 8687.69

DISCOUNT 50/2 IF PAID IN 30 DAYS

ALLIED CEMENTING CO., LLC. 038283

Federal Tax I.D.# 20-5975804

REMIT TO P.O. BOX 31
RUSSELL, KANSAS 67665

SERVICE POINT:
Russell, KS.

| | | | | | | | |
|----------------------------------------------------------|--------------------|--------------------------------------|-------------------|------------|----------------------|--------------------------|---------------------------|
| DATE <u>9-14-2011</u> | SEC. <u>10</u> | TWP. <u>4 S</u> | RANGE <u>23 W</u> | CALLED OUT | ON LOCATION | JOB START <u>7:00 PM</u> | JOB FINISH <u>7:30 PM</u> |
| LEASE <u>TEN</u> | WELL # <u>1-10</u> | LOCATION <u>NORTON 7 S 1/8 W TWP</u> | | | COUNTY <u>NORTON</u> | STATE <u>KANSAS</u> | |
| OLD OR <input checked="" type="radio"/> NEW (Circle one) | | | | | | | |

CONTRACTOR W-W D&B, Rig # 8
 TYPE OF JOB Rotary Plug
 HOLE SIZE 7 7/8 T.D. 3738
 CASING SIZE 5 5/8 SURELINE DEPTH 304
 TUBING SIZE _____ DEPTH _____
 DRILL PIPE 4 1/2 X-4 DEPTH 1930'
 TOOL _____ DEPTH _____
 PRES. MAX _____ MINIMUM
 MEAS. LINE _____ SHOE JOINT _____
 CEMENT LEFT IN CSG. _____
 PERFS. _____
 DISPLACEMENT _____

OWNER _____
 CEMENT AMOUNT ORDERED 2.05 SK 40 4% GEL
1/4 # FD-Seal PER SK

| | | | |
|----------|----------------------|----------------|----------------------|
| COMMON | <u>123</u> | @ <u>16.25</u> | <u>1998.75</u> |
| POZMIX | <u>82</u> | @ <u>8.5</u> | <u>697.00</u> |
| GEL | <u>7</u> | @ <u>21.25</u> | <u>148.75</u> |
| CHLORIDE | | @ | |
| ASC | | @ | |
| | | @ | |
| | <u>FD-Seal 51 #</u> | @ <u>2.7</u> | <u>139.70</u> |
| | | @ | |
| | | @ | |
| | | @ | |
| | | @ | |
| | | @ | |
| HANDLING | <u>212</u> | @ <u>2.25</u> | <u>477.00</u> |
| MILEAGE | <u>11/16/10 (74)</u> | | <u>1725.64</u> |
| | | | TOTAL <u>5784.82</u> |

EQUIPMENT

PUMP TRUCK CEMENTER Glen
 # 417 HELPER Woody
 BULK TRUCK
 # 378 DRIVER Cody
 BULK TRUCK
 # _____ DRIVER _____

REMARKS:

25 SK @ 1930
100 SK @ 1190
40 SK @ 350
10 SK @ 40' d/wiper Plug
30 SK @ mouse hole

THANKS

CHARGE TO: AMERICAN ENERGIES CORP.
 STREET _____
 CITY _____ STATE _____ ZIP _____

SERVICE

| | | | |
|-------------------|------------|---------------|----------------------|
| DEPTH OF JOB | | | |
| PUMP TRUCK CHARGE | | | <u>1250.00</u> |
| EXTRA FOOTAGE | @ | | |
| MILEAGE | <u>194</u> | @ <u>2.00</u> | <u>1036.00</u> |
| MANIFOLD | @ | | |
| | @ | | |
| <u>CU</u> | <u>194</u> | @ <u>4.00</u> | <u>592.00</u> |
| | | | TOTAL <u>2878.00</u> |

PLUG & FLOAT EQUIPMENT

| | | |
|----------------------------|---|-----------|
| <u>5 5/8 Dry Hole Plug</u> | @ | <u>NC</u> |
| | @ | |
| | @ | |
| | @ | |
| | @ | |
| TOTAL _____ | | |

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 You are hereby requested to rent cementing equipment and furnish cementer and helper(s) to assist owner or contractor to do work as is listed. The above work was done to satisfaction and supervision of owner agent or contractor. I have read and understand the "GENERAL TERMS AND CONDITIONS" listed on the reverse side.

SALES TAX (If Any) _____
 TOTAL CHARGES 8062.82
 DISCOUNT 50/20 IF PAID IN 30 DAYS

PRINTED NAME Sid DeFector
 SIGNATURE Sid DeFector