

Kansas Corporation Commission Oil & Gas Conservation Division

1086895

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 Name | e: | | | _ Well #: | |
|--|--|--|-------------------------------|--|--------------------------|---|-------------------|---------------------|
| Sec Twp | S. R | East West | County: | | | | | |
| time tool open and clos | sed, flowing and shut s if gas to surface tes | I base of formations per in pressures, whether set, along with final chart well site report. | shut-in pressure | reached s | static level, | hydrostatic press | sures, bottom h | ole temperature, fl |
| Orill Stem Tests Taken (Attach Additional S | | Yes No | | Log | Formatio | n (Top), Depth an | d Datum | Sample |
| Samples Sent to Geolo | | ☐ Yes ☐ No | N | lame | | | Тор | Datum |
| Cores Taken Electric Log Run Electric Log Submitted (If no, Submit Copy) | I Electronically | Yes No Yes No Yes No | | | | | | |
| List All E. Logs Run: | | | RECORD [| | Used | | | |
| | Size Hole | Report all strings set- Size Casing | -conductor, surface Weight | | ate, producti Setting | on, etc. Type of | # Sacks | Type and Percen |
| Purpose of String | Drilled | Set (In O.D.) | Lbs. / Ft. | | Depth | Cement | Used | Additives |
| | | ADDITIONA | L OFMENTING (| 00115575 | DECORD | | | |
| | | ADDITIONA | L CEMENTING / : | SQUEEZE | RECORD | | | |
| Purpose: Perforate Protect Casing Plug Back TD Plug Off Zone | Depth Top Bottom | Type of Cement | # Sacks Used | d | | Type and F | Percent Additives | |
| | | | | | | | | |
| Shots Per Foot | | ON RECORD - Bridge Plu ootage of Each Interval Pe | | | | cture, Shot, Cement mount and Kind of Ma | • | d Depth |
| | | | | | | | | |
| TUBING RECORD: | Size: | Set At: | Packer At: | Line | r Run: | Yes No | | |
| Date of First, Resumed I | Production, SWD or ENI | HR. Producing Me | thod: | Gas Li | ift C | Other (Explain) | | |
| Estimated Production Per 24 Hours | Oil E | Bbls. Gas | Mcf | Water | В | bls. (| Gas-Oil Ratio | Gravity |
| DISPOSITIO | Used on Lease | Open Hole | METHOD OF COM Perf. D | MPLETION: ually Comp omit ACO-5) | . Cor | nmingled mit ACO-4) | PRODUCTIO | ON INTERVAL: |
| (If vented, Sub | mit ACO-18.) | Other (Specify) _ | | | | | | |

| Form | ACO1 - Well Completion |
|-----------|--------------------------|
| Operator | Palomino Petroleum, Inc. |
| Well Name | Open 'A' 1 |
| Doc ID | 1086895 |

Tops

| Name | Тор | Datum |
|------------|------|---------|
| Anhy. | 1728 | (+ 677) |
| Base Anhy. | 1760 | (+ 645) |
| Topeka | 3440 | (-1035) |
| Heebner | 3717 | (-1312) |
| LKC | 3758 | (-1353) |
| ВКС | 4063 | (-1658) |
| Marmaton | 4104 | (-1699) |
| Pawnee | 4196 | (-1791) |
| Ft. Scott | 4263 | (-1858) |
| Cherokee | 4289 | (-1884) |
| Miss. | 4360 | (-1955) |
| LTD | 4426 | (-2021) |



PO Box 93999 Southlake, TX 76092

Voice:

(817) 546-7282

Fax:

(817) 246-3361

Bill To:

Palomino Petroleum, Inc. 4924 SE 84th St. Newton, KS 67114-8827

INVOICE

Invoice Number: 130441

Invoice Date: Mar 10, 2012

Page: 1

Federal Tax I.D.#: 20-8651475

| Customer ID | Well Name/# or Customer P.O. | Paymen | t Terms |
|--------------|------------------------------|--------------|----------|
| Palo | Open "A" #1 | Net 30 | Days |
| Job Location | Camp Location | Service Date | Due Date |
| KS1-03 | Great Bend | Mar 10, 2012 | 4/9/12 |

RECEIVED

MAR 1 7 2012

| Quantity | Item | Description | Unit Price | Amount |
|----------|-------------|-----------------------|------------|----------|
| 180.00 | MAT | Class A Common | 16.25 | 2,925.00 |
| 120.00 | MAT | Pozmix | 8.50 | 1,020.00 |
| 10.00 | MAT | Gel | 21.25 | 212.50 |
| 75.00 | MAT | FloSeal | 2.70 | 202.50 |
| 313.00 | SER | Handling | 2.25 | 704.25 |
| 15.00 | SER | Mileage | 34.43 | 516.45 |
| 1.00 | SER | Rotary Plug | 1,250.00 | 1,250.00 |
| 30.00 | SER | Heavy Vehicle Mileage | 7.00 | 210.00 |
| 30.00 | SER | Light Vehicle Mileage | 4.00 | 120.00 |
| 1.00 | EQUIP OPER | Greg Redetzke | | 0.00 |
| 1.00 | EQUIP OPER | Dustin Chambers | | |
| 1.00 | OPER ASSIST | Kevin Eddy | | |
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| | | Subtotal | L | T (00 T) |

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

\$1855.37

ONLY IF PAID ON OR BEFORE
Apr 4, 2012

| Subtotal | 7 160 70 |
|------------------------|----------|
| Sales Tax | 7,160.70 |
| | 451.12 |
| Total Invoice Amount | 7,611.82 |
| Payment/Credit Applied | |
| TOTAL | 7,611.82 |

ALLI D CEMENTING CO LLC. 042417

| REMITTO P.O. BORUSSI | | NSAS 676 | 55 | | | SERV | ICE POINTS | Band, tos |
|---------------------------|------------|--|-----------------------------|--|--|--|----------------------------------|--|
| DATE 3-10-12 | SEC 31 | TWP. | RANGE Z SW | CALLED OUT | ON LO | CATION | JOB START | JOB FINISHAM |
| A. 1/48 | WELL# | / | LOCATION Nes | schuts | 9 west | | EQUINTY | STATES |
| OLD OR NEW Cir | | | Coverth | west | INTO | ^ | | |
| CONTRACTOR TYPE OF JOB | M | BUTTE | Ria #1 | OWNER | eccore for review on the configuration of the confi | Palo | MINO | |
| HOLE SIZE | 71/8 | T.D | 4425 | CEMENT | Γ | 700 | sts 6 | 0/10 |
| CASING SIZE | | | TH | AMOUNT | ORDERED | 200 | 555 6 | 740 goz |
| TUBING SIZE DRILL PIPE | | | TH TH | T/0 | 94 | 1/4 | 7105691 | - |
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| MEAS. LINE | <i>ana</i> | SHO | DE JOINT | | 120 | | @ 8.30 | 1020,00 |
| CEMENT LEFT IN PERFS. | USG. | POTRODO DE SERVICIO ANTINO | | GEL | / <u>\</u> | | | 212.50 |
| DISPLACEMENT | | minamenta e una una está filosoficios incidendes | | CHLORIE ASC | /E | | _@ @ | |
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| BULK TRUCK | RIVER | K | EVIN E | *************************************** | | | @ | |
| BULK TRUCK | MIYLIX | | EU/NG E | AMERICAN PROPERTY AND | ~ ===================================== | MATTOO COOL COOL COOL COOL COOL | @ | |
| # D | RIVER | | | HANDIN | NG 313 | | @ <u>2</u> .25 | 704.25 |
| | | | | | 313 V | 5x.11 | @ 4.23 | 514.45 |
| + | RE | MARKS: | | | The second secon | | TOTAL | 5610.70 |
| / plug 51 | 05ks | 0, | 1770 FT | | | | 101/12 | |
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| | 0 255 | | 740 FT | | | | | |
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| Mouselule | Y17 1X | 20 | 369 | | Hum | | @ 7.00 | 210.00 |
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| | ~ / | | | *************************************** | 4 nw | 30 | @ 7.00 | 120.00 |
| CHARGE TO: | 12/ | 3 3 deste 2 24 me | | *************************************** | | | _ @ | |
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| 57/ | 1910 | k 4 | ou! | | | | | |



PO Box 93999 Southlake, TX 76092

Voice: (817) 546-7282 Fax: (817) 246-3361 Invoice Number: 130375

Invoice Date: Mar 2, 2012

Page: 1

MAR 1 7 2012

RECEIVED

Bill To:

Palomino Petroleum, Inc. 4924 SE 84th St.

Newton, KS 67114-8827

Federal Tax I.D.#: 20-8651475

| Customer ID | Well Name# or Customer P.O. | Paymen | t Terms |
|--------------|-----------------------------|--------------|----------|
| Palo | Open A #1 | Net 30 | Days |
| Job Location | Camp Location | Service Date | Due Date |
| KS1-01 | Great Bend | Mar 2, 2012 | 4/1/12 |

| Quantity | Item | Description | Unit Price | Amount |
|----------|-------------|-----------------------|------------|----------|
| 150.00 | MAT | Class A Common | 16.25 | 2,437.50 |
| 3.00 | MAT | Gel | 21.25 | 63.75 |
| 5.00 | MAT | Chloride | 58.20 | 291.00 |
| 158.00 | SER | Handling | 2.25 | 355.50 |
| 15.00 | SER | Mileage | 17.38 | 260.70 |
| 1.00 | SER | Surface | 1,125.00 | 1,125.00 |
| 30.00 | SER | Heavy Vehicle Mileage | 7.00 | 210.00 |
| 30.00 | SER | Light Vehicle Mileage | 4.00 | 120.00 |
| 1.00 | EQUIP OPER | Greg Redetzke | | |
| 1.00 | OPER ASSIST | Jonathon Ploutz | | |
| 1.00 | OPER ASSIST | Shane Konzem | | |
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ALL PRICES ARE NET, PAYABLE 30 DAYS FOLLOWING DATE OF INVOICE. 1 1/2% CHARGED THEREAFTER. IF ACCOUNT IS CURRENT, TAKE DISCOUNT OF



ONLY IF PAID ON OR BEFORE
Mar 27, 2012

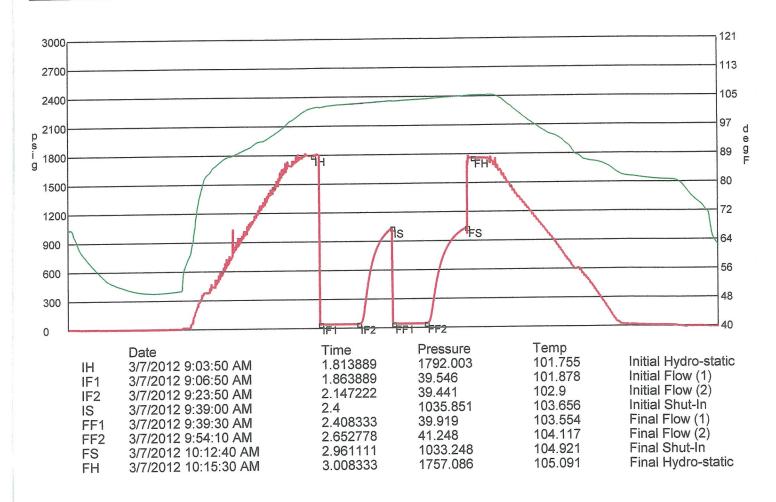
| Subtotal | 4,863.45 |
|------------------------|----------|
| Sales Tax | 175.91 |
| Total Invoice Amount | 5,039.36 |
| Payment/Credit Applied | |
| TOTAL | 5,039.36 |

ALLIEJ CEMENTING CO., LC. 042414

| REMIT TO P.O. BOX 31 RUSSELL, KANSAS 67665 | SERVICE POINTY Brend KS |
|--|--|
| DATE 3-7-/2 SEG/ TWP RANGE CA | ALLED OUT ON LOCATION JOB START JOB FINISH |
| LEASE DRA A WELL# LOCATION NESS CA OLD OR NEW (Circle one) CONTRACTOR DOCUMENTS LOCATION NESS CA L | West southinto Petroleum |
| TYPE OF JOB HOLE SIZE CASING SIZE TUBING SIZE DEPTH DRILL PIPE TOOL PRES. MAX MINIMUM MEAS. LINE CEMENT LEFT IN CSG. SHOP JOINT SHOP JOINT | CEMENT AMOUNT ORDERED 505 5 (699) COMMON 150 @ 16.25 2.437.50 POZMIX @ GEL 3 @ 21.25 63.25 |
| PERFS. DISPLACEMENT EQUIPMENT PUMP TRUCK CEMENTER FROM HELPER BULK TRUCK # JH DRIVER BULK TRUCK BULK TRUCK | CHLORIDE 5 @ 5%.24 291.24 ASC @ |
| REMARKS: Pige on bettern crosselate cooring with Rig word Hook up comment | HANDLING 158 @ 2.25 355.55 MILEAGE 158 X 15 X.11 266.75 TOTAL 3491.75 |
| Purpo que inix /50 sto Clyss A Flore X/c sel Displace with 13.63 Bel. freshwater - That iwo Coment Did Cutent the By a down of 11:00 gim | DEPTH OF JOB //25.05 PUMP TRUCK CHARGE EXTRA FOOTAGE @ MILEAGE HUM 30 @ 7.00 210.00 MANIFOLD @ LUM 30 @ 47.00 ;20.00 @ |
| CHARGE TO: 15/cmins Patro / Reserve | TOTAL /455.00 |
| CITYSTATEZIP | PLUG & FLOAT EQUIPMENT @ @ |
| 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 | TOTAL CHARGES 494/- 2 |

| RICKETTS TESTING | | | | (620) 326-5830 | | | Page 1 | |
|---|--|------------------------|--|--|-------------------|-------------|---------------------|--|
| Company Address CSZ Attn. | Palomino Petroleum, Inc. 4924 SE 84th Street Newton, KS 67114 Nick Gerstner | | Lease Name Lease # Legal Desc Section Township County Drilling Cont | Open A 1 SE SW NE NE 31 17S Ness Mallard Drillir | Rar Sta | - | | |
| Comments | Field: Wildcat | : | | | | | | |
| GENERAL I | NFORMATIC | N | | Chokes | 3/4 | Hole Size | 7 7/8 | |
| Test # 1 Tester Test Type | Jimmy Ricket Conventional Successful Te | Bottom Hol | | Top Recorder and Recorder and Recorder and Bott Recorder | # 13767 # | 11010 0120 | 1 710 | |
| # of Packers | 2.0 | Packer Size 6 3/4 | | Mileage Standby Time | 164 Approved By 0 | | | |
| Mud Type Mud Weight Filtrate | Gel Chem 8.9 0 | Viscosity Chlorides | 40.0 0 | Extra Equipmn Time on Site Tool Picked Up Tool Layed Dw | | Joint | | |
| Drill Collar Len Wght Pipe Len | | | | Elevation | 2400.00 | Kelley Bush | ings 2405.00 | |
| Formation Interval Top Anchor Len Be Total Depth | 3795.0 | Bottom Between | 3795.0 0 | Start Date/Time 3/7/2012 7:15 AM End Date/Time 3/7/2012 12:05 PM | | | | |
| Blow Type | Weak blow bu Times: 17, 15 | | 2 inch initial flow բ | period. No blow | final flow perio | oa. | | |
| RECOVERY | / | | | | 100000 | | | |
| Feet Descript | ion | | - benefit of the second of the | Gas | Oil | Water | Mud | |
| 10 Oil cut m | nud | | | 0% Oft | 1% 0.1ft | 0% Oft | 99% 9.9ft | |

DST Fluids



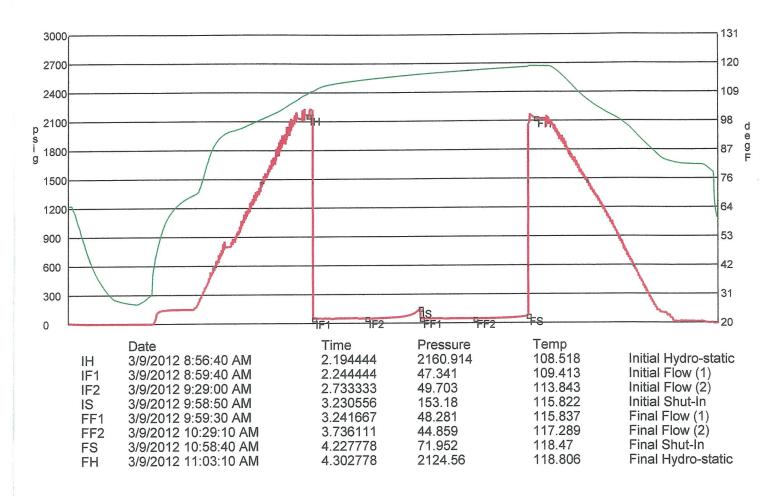
GAS FLOWS

Min Into IFP Min Into FFP Gas Flows Pressure Choke

(620) 326-5830 Page 1 RICKETTS TESTING Lease Name Open A Palomino Petroleum, Inc. Company Lease# 4924 SE 84th Street Address Legal Desc SE SW NE NE Job Ticket 3467 Newton, KS 67114 CSZ **Nick Gerstner** Section 31 Range 25W Attn. **17S** Township State KS County Ness **Drilling Cont** Mallard Drilling #1 Field: Wildcat Comments GENERAL INFORMATION Chokes 3/4 Hole Size 77/8 Top Recorder # w1023 Test Date 3/9/2012 Test #2 Mid Recorder # Jimmy Ricketts Tester Bott Recorder # w1022 **Conventional Bottom Hole** Test Type Successful Test Approved By Packer Size 6 3/4 Mileage 0 # of Packers 2.0 Standby Time 3 Extra Equipmnt Jars & Safety Joint **Gel Chem** Mud Type Time on Site 5:30 AM Mud Weight 9.4 Viscosity 68.0 Tool Picked Up 7:00 AM Chlorides 4700 Filtrate 11.2 Tool Layed Dwn12:30 PM Drill Collar Len 241.0 Kelley Bushings 2405.00 Elevation 2400.00 Wght Pipe Len 0 Start Date/Time 3/9/2012 6:45 AM Formation Mississippian End Date/Time 3/9/2012 12:44 PM 4378.0 **Bottom** Interval Top 4370.0 Anchor Len Below 8.0 Between 4378.0 **Total Depth** Weak blow building to 1 inch initial flow period. Surface blow throughout final Blow Type flow period. Times: 30, 30, 30, 30. RECOVERY Oil Water Mud Gas Feet Description 3% 0% Oft 97% 9.7ft 0% Oft 0.3ft Oil cut mud 10

DST Fluids

0



GAS FLOWS

Min Into IFP Min Into FFP Gas Flows Pressure Choke