

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1088649

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:	
Address 2:	Feet from North / South Line of Section
City: State: Zip:+	Feet from East / West Line of Section
Contact Person:	
Phone: ()	
CONTRACTOR: License #	
Name:	Lease Name:Well #:
Wellsite Geologist:	
Purchaser:	
Designate Type of Completion:	Elevation: Ground: Kelly Bushing:
New Well Re-Entry Workover	Total Depth: Plug Back Total Depth:
Oil WSW SWD SIOW	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:	
Well Name:	Drilling Fluid Management Plan (Data must be collected from the Reserve Pit)
Original Comp. Date: Original Total Depth:	
Deepening Re-perf. Conv. to ENHR Conv. to SV	/D Chioride content: ppm Fluid volume: bbis
Conv. to GSW	Dewatering method used:
Plug Back: Plug Back Total Depth	Location of fluid disposal if hauled offsite:
Commingled Permit #:	— Operator Name:
Dual Completion Permit #:	
SWD Permit #:	Lease Name: License #:
ENHR Permit #:	Quarter Sec TwpS. R East West
GSW Permit #:	County: Permit #:
Spud Date or Date Reached TD Completion Date or Recompletion Date 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	1088649
Operator Name:	Lease Name:	Well #:
Sec TwpS. R East West	County:	

INSTRUCTIONS: Show important tops and base of formations penetrated. Detail all cores. Report all final copies of drill stems tests giving interval tested, time tool open and closed, flowing and shut-in pressures, whether shut-in pressure reached static level, hydrostatic pressures, bottom hole temperature, fluid recovery, and flow rates if gas to surface test, along with final chart(s). Attach extra sheet if more space is needed. Attach complete copy of all Electric Wire-line Logs surveyed. Attach final geological well site report.

Drill Stem Tests Taken (Attach Additional She	eets)	Yes No			n (Top), Depth and		Sample
Samples Sent to Geolog	ical Survey	Yes No	Nam	e		Тор	Datum
Cores Taken Electric Log Run Electric Log Submitted E (If no, Submit Copy)	Electronically	 ☐ Yes ☐ No ☐ Yes ☐ No ☐ Yes ☐ No 					
List All E. Logs Run:							
		CASING	RECORD Ne	w Used			
		Report all strings set-	conductor, surface, inte	ermediate, producti	on, etc.		
Purpose of String	Size Hole Drilled	Size Casing Set (In O.D.)	Weight Lbs. / Ft.	Setting Depth	Type of Cement	# Sacks Used	Type and Percent Additives

ADDITIONAL CEMENTING / SQUEEZE RECORD

Purpose: Perforate	Depth Top Bottom	Type of Cement	# Sacks Used	Type and Percent Additives		
Protect Casing Plug Back TD						
Plug Off Zone						

Shots Per Foot		NRECORD - Bridge Plugs Set/Type otage of Each Interval Perforated				Acid, Fracture, Shot, Cement Squeeze Record (Amount and Kind of Material Used)			Depth	
TUBING RECORD:	Siz	ze:	Set At:	Set At: Packer At:			Liner R	un:	No	
Date of First, Resumed I	on, SWD or ENH	<i>₹</i> .	Producing N	lethod:	oing	Gas Lift	Other (Explain)			
Estimated Production Oil B Per 24 Hours		ls.	Gas Mcf		Wate	Water Bbls.		Gas-Oil Ratio	Gravity	
			I							
DISPOSITION OF GAS:				METHOD OF COMPLE			TION:		PRODUCTION INTE	RVAL:
Vented Sold Used on Lease			Open Hole Perf. Dually				Commingled (Submit ACO-4)			
(If vented, Submit ACO-18.)				Other (Specify)						

Form	ACO1 - Well Completion							
Operator Palomino Petroleum, Inc.								
Well Name	Sargent 1							
Doc ID	1088649							

Tops

Name	Тор	Datum
Anhy.	1844	(+679)
Base Anhy.	1874	(+649)
Topeka	3524	(-1001)
Heebner	3791	(-1268)
LKC	3830	(-1307)
ВКС	4151	(-1628)
Marmaton	4195	(-1672)
Pawnee	4275	(-1752)
Ft. Scott	4346	(-1823)
Cherokee	4369	(-1846)
Miss		
Miss Dolo.	4443	(-1920)
LTD	4548	(-2025)

	·						
	SWIFT P. O. Box 466		Invoice				
V	Ness City, KS 67560 Off: 785-798-2300			DATE	INVOICE #		
5	Services. Inc.			5/2/2012	23645		
	BILL TO	RECEIVED	• A				
	Palomino Petroleum Inc.	MAY 0 5 2012		0			
	4924 S E 84th Street		• (Cement			

• Tool Rental

Newton, KS 67114-8827

TERMS	Well N	lo. Lease	County	Contractor	We	II Туре	Well	Category	Job Purpose	Operato	or
Net 30	#1	Sargent	Ness	DS&W Well Servi				elopment	Cement Port Co		
PRICE			DESCRIPT				l	UM	UNIT PRICE	AMOUNT	
575D 576D-D 330 276 290 104 581D 583D		Mileage - 1 Way Pump Charge - Po Swift Multi-Densi Flocele D-Air Port Collar Tool R Service Charge Ce Drayage Subtotal Sales Tax Ness Co	rt Collar y Standard (MII ental ment				30 M 1 Jo 125 Sa 25 Lt 1 Ga 1 Ea 225 Sa	iiles b acks b(s) allon(s) ach	0NIT PRICE 6.00 1,250.00 16.50 2.00 35.00 250.00 2.00 1.00 6.30%	AMOUNT 180.0 1,250.0 2,062.5 50.0 35.0 250.0 450.0 335.8 4,613.3 151.0)0)0 50T)0T)0T)0 35
We Ap	prec	iate Your	Busines			Tota	I	\$4,764.3	9		

SWIFT OPERATOR	CUSTOMER ACCEPTANCE OF MATERIALS AND SERVICES TO	TIME SIGNED	ENT PRIOR TO	LIMITED WARRANTY provisions. SWIFT SERVICES INC	the terms and conditions on the reverse side hereof which include, KEMIT PAYMENT IO: but are not limited to, PAYMENT, RELEASE. INDEMNITY and	
The customer hereby acknowledges receipt of the materials and services listed on this ticket Thank You!	CUSTOMER DID NOT WISH TO RESPOND				OUR EQUIPMENT PERFORMED	SURVEY AGREE DECIDED AGREE

JOB LC						Servi	ces, Inc.	DATE MAY 12 PAGE NO
	elamino	Rf	WELL NO.		LEASE 5	segent	JOB TYPE cont collar	TICKET NO. 23645
CHART NO.	TIME	RATE (BPM)	VOLUME (BBL) (GAL)	PUMPS T C	PRESSUF	E (PSI) CASING	DESCRIPTION OF OPERATION AN	D MATERIALS
					1		225 sk Swow Ky# Fl	salo
							Post Coller 1810' 2	z. SŁ
		C Martinez General Antonio Martinez Constanti						
	1000					ļ	onloc YRK 114	
	1105				1600	1000	test to 1000 ps; -	open tool
	1125	35	4		300		înj rate	Ĩ
	030	47			ļ	350	mix ship cuit e	11.2000
		4/24	8		ļ	350	fluid to sculace	
		43	69			450	- cemuit to surface	12555
		* Fr			1		0	
		43	6		1	450	6 plush Hyo	
			+				close tool	1 / t
	1,155		+		1000	<i>þ</i> 200	test to 1000ps1-	held
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			+				Blek up	
	1000		++				~P in AL	
	1220						job complete.	
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							KUO 1741K.	1 Dere
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		*****			-			

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BILL TO

Palomino Petroleum Inc. 4924 S E 84th Street Newton, KS 67114-8827 RECEIVED

APR 2 5 2012

- Acidizing
- Cement
- Tool Rental

TERMS	Well N	o.	Lease	County	Contractor	We	II Туре	We	ell Category	Job Purpose	Operator
Net 30	#1		Sargent	Ness	Mallard JV		Oil	D	evelopment	Cement LongStr	i Blaine
PRICE	REF.			DESCRIPT	ION		QTY	(UM	UNIT PRICE	AMOUNT
575D 578D-L 402-5 403-5 404-5 406-5 407-5 409-5 330 325 284 283 285 276 290 281 221 581D 583D		Pump 5 1/2' 5 1/2' 5 1/2'' 5 1/2'' 5 1/2'' 5 1/2'' Swift Calsea C	l le Flush 1 KCL (Clayfix) se Charge Cemer ge	t lug & Baffle oe With Auto I Standard (MID nt				1 1 3 1 1 1 9 125 100 5 500 50 500 500 3 500 2 2225	Miles Job Each Each Each Each Each Sacks Sacks Sacks Sack(s) Lb(s) Lb(s) Gallon(s) Gallon(s) Gallon(s) Sacks Ton Miles	$\begin{array}{c} 6.00\\ 1,500.00\\ 70.00\\ 250.00\\ 2,400.00\\ 250.00\\ 350.00\\ 90.00\\ 16.50\\ 13.50\\ 35.00\\ 0.20\\ 4.00\\ 2.00\\ 35.00\\ 1.25\\ 25.00\\ 2.00\\ 1.00\\ \end{array}$	180.00 1,500.00 70.00T 750.00T 2,400.00T 250.00T 350.00T 810.00T 2,062.50T 1,350.00T 100.00T 100.00T 100.00T 105.00T 625.00T 50.00T 450.00 343.70
We Ap	prec	iat	e Your B	usiness	; II				Tota		\$12,463.24

SWIFT OPERATOR		DATE SIGNED	START OF WORK OR DELIVERY	LIMITED WARRANTY provisions. MUST BE SIGNED BY CUSTOMER OR CUSTOMER'S AGENT PRIOR TO	the terms and conditions but are not limited to, P/	LEGAL TERMS: Custor		407	406	404	403	402	31.9				2.	1. CAL	Services,	SW
Alla	CUISTOMED	TIME SIGNED	DF GOODS	Provisions. R OR CUSTOMER'S AGENT PRIOR	the terms and conditions on the reverse side hereof which include, but are not limited to, PAYMENT , RELEASE , INDEMNITY , and	LEGAL TERMS: Customer hereby acknowledges and agrees to									SECONDARY REFERENCE/	CI CI	° ° ° °	WELLIPROJECT NO.	es, Inc.	
APAROVAL APAROVAL		P.M.		(TO	Which include, DEMNITY, and	and agrees to			1	7	K)		LOC ACCT DF	ACCOUNTING	0	CONTRACTOR	LEASE	CITY, STATE, ZIP CODE	CHARGE TO: ADDRESS
AND ADDRESS AND SERVICES CONCOURSE THE BUY AUXILIARIES			P.O. BOX 466 NESS CITY, KS 67560	SWIFT SERVICES, INC.	REMIT PAYMENT TO:		1 brudtzer	Insect What The withinf.	Lasten dram play & barries	Port Collar	Come + Baskit	in the	PULL AND ANALY			Development compact long stering	mauter	Sargent	CODE	Palanino Petroloum
edges receipt of the materials and services listed on this ticket	CUSTOMER DID NOT WISH TO RESPOND	ARE TOU SATISFIED WITH OUR SERVICE?	WE OPERATED THE EQUIPMENT AND PERFORMED JOB CALCULATIONS SATISFACTORILY?	MET YOUR NEEDS? OUR SERVICE WAS PERFORMED WITHOUT DELAY?	FORMED N?	SURVEY AGREE	5.2	1 52 1-	8- 19- 19-	52 6	52 m	25 ic		QTY. UM QTY.		WELL PERMII NO.	SHIPPED DELIVERED TO			
i on this ticket Thank You!		TOTAL TOTAL	17255 592 04		AGE TOTAL 05	0:0	9 ca 90 m 810 po		250 00 250	er 2400 2400	2 (2) a 752	100	00101 00 0010	UM PRICE AMOUNT		WELL LOCATION	ORDER NO.	DATE 23-12 OWNER	PAGE OF	TICKET

	583	185									116	28/	300	276	285	283	484	262	330		Services,	IMS
																				SECONDARY REFERENCE/ PART NUMBER	line.	
							· · ·			 										LOC ACCT DF	Off: 785-798-2300	PO Box 466.
	CHARGE TOTAL WEIGHT	0								C	KCL Naurd	mud-Flush .	D-AIR	Florelle	CER-1	Salt	Q	5.42 commit (STANDARD)	SWD coment.	1 2	CUSTOMER Palakin PARACUM	TICKET CONTINUATION
CONTIN	TON MILES 343.7	CUBIC FEET	 		 	 		 	·		2641	500/00/	3 0/		1 1	sore 16	520116 STER		125 56		WELLSARgent # 1	
CONTINUATION TOTAL 5561.20	243	2/00 450 00		 				 		 	Î	ist is			83	520 100 00		ST ST	16 50 2062 50	UNIT PRICE AMOUNT	DATE 3 APR 12 PAGE OF	TICKET 83634

JOB L	JOB LOG				SWIFT	Servi	ices, Inc.	DATE 23 APRIZ PAGE NO.		
CUSTOMER	Palamino	Petroltum	WELL NO.	¥/	LEASE	gent	JOB TYPE CEMENT long string	TICKET NO. 23634		
CHART NO.	TIME	RATE (BPM)	VOLUME (BBL) (GAL)	PUMPS	PRESSUR		DESCRIPTION OF OPERATION AN			
							25 sk SMD u/ # Floce	les		
							100 sk EA-2 w/ to flicele			
					ļ	ļ	100 sk EAZ w/2 & freele 189 its 52" 14th casing	4546 Hoff bottom		
C-11-11-12-12-12-12-12-12-12-12-12-12-12-							Shee it 31' Cost 1,2,3,4,5,6,7,8,10,65			
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transfer og sambtell sin daringen					<u> </u>		Bushest 2,6,66 PORT CON	kr 46 1810		
	1530 1625						onles TRILY	· · · · · ·		
4893742-9908- 977 50000000	1000				<u> </u>		start 52" 14# Casing	e in well		
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	1950		<i>i</i> ₿				Phy RH-MH 30	522055		
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	7.03		29			150	Mix SMD cement 7554 Mix EA-Z cement 1003	@ 12.9 ppg		
			-27_			150	MIX 24-2 Clement 100-	<u> / 6.3 ppg</u>		
	2010		I		[Drop latch down plug			
	ALL						arop mich choowing hug	~		
							Wash out pump & line			
							, ·			
	2014	64				750	Displace plug			
		64	600			SM .				
		63	110			1650	LAND plug			
								3 4 F		
						***********************	Release pressure to ter	ick. Arried up		
							washtruck	-		
							WALL PRUCE			
							RAek up			
, , , , , , , , , , , , , , , , , ,										
	2110						job complete			
					4		Flink Diver	15A.10		
				-			Bleine P.M.			
							¥ 1			



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

ONLY IF PAID ON OR BEFORE May 11, 2012

Customer ID	Well Name/# or Customer P.O.	Payment	Terms
Palo	Sargent #1	Net 30	Days
Job Location	Camp Location	Service Date	Due Date
KS1-01	Great Bend	Apr 16, 2012	5/16/12

Quantity	Item	Description	Unit Price	Amount					
150.00		Class A Common	16.25	2,437.50					
	MAT	Gel	21.25	63.75					
	MAT	Chloride	58.20	291.00					
162.10		Handling	2.10	340.41					
229.40		Ton Miles	2.35	539.09					
	SER	Surface	1,125.00	1,125.00					
62.00		Heavy Vehicle Mileage	7.00	434.00					
62.00		Light Vehicle Mileage	4.00	248.00					
	EQUIP OPER	Greg Redetzke							
	EQUIP OPER	Joel Monahan							
1.00	OPER ASSIST	Kevin Eddy							
		Subtotal		5,478.75					
	E NET, PAYABLE DWING DATE OF			175.91					
INVOICE. 11/2		Total Invoice Amount		5,654.66					
THEREAFTER.									
CURRENT, TAK	E DISCOUNT OF	TOTAL							
\$ 17010	29	IVIAL		5,654.66					

INVOICE

Invoice Number: 130883 Invoice Date: Apr 16, 2012 Page: 1



RECEIVED APR 2 8 2012



ALLIED OIL & GAS SERVICES, LLC 053514

rederal lax L	D.# 20-5975804
REMIT TO P.O. BOX 31	SERVICE POINT: , A
RUSSELL, KANSAS 67665	
	Vregt Dend
DATET 12 SEC. TWP RANGE C	ALLED OUT ON LOCATION JOB START JOB FINISH
LEASE 959847 WELL # LOCATION UTIC	5 Post COUNTY STATE
OLD OR NEW (dircle one) 41/2 bourfd	
- I I I I I I I I I I I I I I I I I I I	L WEST INTO
CONTRACTOR MISING #1	OWNER
TYPE OF JOB JUT Vyce	
HOLE SIZE Z. M. T.D. C.S.	CEMENT . / / /
CASING SIZE 75/8 DEPTH A 108	AMOUNT ORDERED /50 555 (1955 A
TUBING SIZE DEPTH	Selo CC Selo Tel
DRILL PIPE DEPTH	2 10 CC X 10 de/
TOOL DEPTH	
	COMMON_150 @ 16.25 2.437. 50
CARGO FOR MA	POZMIX@
CEMENT LEFT IN CSG. /S /+	GEL <u>3</u> @ 21.25 (63.23
PERFS.	CHLORIDE 5 @ 58.20 291.20
DISPLACEMENT /2:29	ASC@
EQUIPMENT	@
	@
PUMPTRUCK CEMENTER Dreax	@
	@
the second	@
BULK TRUCK	Q
#344/179DRIVER]ce (M	@
BULKTŔÚCK	@
# DRIVER	HANDLING 162.1 @ 2.10 340.2
	MILEAGE 7.4 × 31 × 2.35 539.99
REMARKS:	
D. L / REMARKS:	TOTAL 3.671. 25
PE an Dottom Dreak Circulation	
W/ Kig mud Hook up coment	SERVICE
Puppor MIX, 150 9/55 (1959 A,	
Jolo C I / a. DISP TE W/	DEPTH OF JOB 208
17.79 DAC Joest- Hyo. Shufic	PUMP TRUCK CHARGE 1/25.00
quenti di de CI.rel 1979	EXTRA FOOTAGE @
the down	MILEAGE HUM 62 @ 7.00 434.00
1 1/12 a Dehice (1 9:15 file	MANIFOLD@
	LUM 62 @ 4.00 248.00
Nr.	@ @
CHARGE TO: 14 (04/100	w
CHARGE TO: 910 51/00	- 10
STREET	TOTAL 1807. 00
CITYSTATEZIP	
	PLUG & FLOAT EQUIPMENT

To: Allied Oil & Gas Services, 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.

Men PRINTED NAME Thank year 1 SIGNATURE

@ @ @ @ @

TOTAL _____

SALES TAX (If Any) -25 TOTAL CHARGES 5. 478. 7878 2878 1 706. DISCOUNT 706.29 __IF PAID IN 30 DAYS .46 772

RICKETT	S TESTING			(620) 326-5830	Page 1			
Company Address CSZ Attn.	Palomino Petr 4924 SE 84th Newton, KS 67114			Lease Name Lease # Legal Desc Section	Lease # 1 Legal Desc SE NW NE SE Section 14 Township 17S			: 3474 26W
Comments Field: Lazy 1		West		County Drilling Cont	Ness Mallard Drillin	ıg #1	State	KS
GENERAL	INFORMATIO	N		Chokes	3/4	Hole S	Size 7 7/8	
Test # 1 Tester Test Type	Jimmy Ricket Conventional Successful Te	ts Bottom Hol	4/22/2012 e	Top Recorder Mid Recorder Bott Recorder				
# of Packers	2.0	Packer Siz	e 6 3/4	Mileage Standby Time	170 0	Appro	ved By	
Mud Type Mud Weight Filtrate	Gel Chem 9.5 9.6	Viscosity Chlorides	53.0 2200		t Jars & Safety 2:45 PM 0 4:00 PM	Joint		
Drill Collar Len Wght Pipe Len				Elevation	2518.00	Kelley	Bushings 28	523.00
Formation Interval Top Anchor Len Be Total Depth Blow Type	4462.0 Weak blow bu	Bottom Between ilding to str	4462.0 0 rong blow 7 minut hut-in period. We	End Date/Time	e 4/22/2012 3:26 e 4/22/2012 9:59 w period. 6 inc	9 PM		
	minutes into f	inal flow pe	riod. 3 inch blow gravity of oil was	back during fina				

RECOVERY

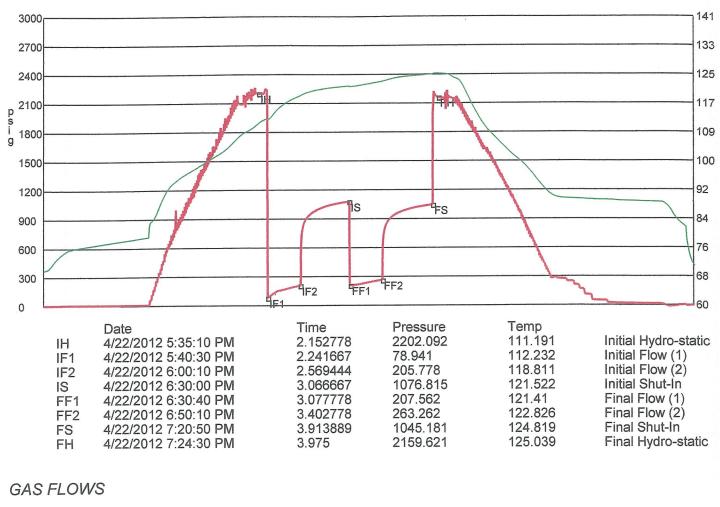
Feet	Description	Gas	Oil	Water	Mud
	Gas in pipe	100%565ft	0% Oft	0% Oft	0% Oft
	Clean oil	0% 0ft	100%395ft	0% Oft	0% Oft
	Gassy heavy mud cut oil	16% 16ft	58% 58ft	0% Oft	26% 26ft
	Gassy mud and water cut oil	45% 54ft	40% 48ft	4% 4.8ft	11% 13.2ft

DST Fluids 0

RICKETTS TESTING

(620) 326-5830

Page :



Min Into IFP	Min Into FFP	Gas Flows	Pressure	Choke
IVIIII IIIICO II I	101111 11100 1 1 1	0001110110		