

RECEIVED

JAN 17 2013

**SWIFT***Services, Inc.*P. O. Box 466  
Ness City, KS 67560  
Off: 785-798-2300**Invoice**

DATE	INVOICE #
1/14/2013	23789

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

- Acidizing
- Cement
- Tool Rental

TERMS	Well No.	Lease	County	Contractor	Well Type	Well Category	Job Purpose	Operator
Net 30	#1	B & P	Ness	Cheyenne Well Se...	Oil	Development	Cement Port Collar	Jason
PRICE REF.	DESCRIPTION				QTY	UM	UNIT PRICE	AMOUNT
575D	Mileage - 1 Way				35	Miles	6.00	210.00
576D-D	Pump Charge - Port Collar				1	Job	1,250.00	1,250.00
105	Port Collar Tool Rental With Man				1	Each	350.00	350.00T
276	Flocele				32	Lb(s)	2.00	64.00T
290	D-Air				1	Gallon(s)	35.00	35.00T
330	Swift Multi-Density Standard (MIDCON II)				125	Sacks	16.50	2,062.50T
581D	Service Charge Cement				200	Sacks	2.00	400.00
583D	Drayage				349.47	Ton Miles	1.00	349.47
	Subtotal							4,720.97
	Sales Tax Ness County						6.30%	158.22
<b>Total</b>								\$4,879.19



Services, Inc.

CHARGE TO: Palomino Petroleum  
 ADDRESS  
 CITY, STATE, ZIP CODE

TICKET No. **23789**

WELL/PROJECT NO. BAP #1 LEASE Ness COUNTY WASH STATE KS CITY UNION, KS. DATE 14 JAN 13 OWNER

PAGE 1 OF

1. Ness City, KS TICKET TYPE  SERVICE CONTRACTOR CHRYSTINE WELLS SPA RIG NAME/NO. Ness SHIPPED VIA KS DELIVERED TO UNION, KS. DATE 14 JAN 13 ORDER NO. 14 JAN 13

2. SALES WELL TYPE OIL WELL CATEGORY DEVELOPMENT JOB PURPOSE CEMENT PORT COLLAR WELL PERMIT NO. 35, E-1510

3. REFERRAL LOCATION OIL INVOICE INSTRUCTIONS

PRICE REFERENCE	SECONDARY REFERENCE/ PART NUMBER	ACCOUNTING			DESCRIPTION	QTY.	UM	QTY.	UM	UNIT PRICE	AMOUNT
		LOC	ACCT	DF							
<u>575</u>					MILEAGE #115	<u>35</u>	<u>mil</u>			<u>6.00</u>	<u>210.00</u>
<u>5710P</u>					Pump Charge	<u>1500</u>				<u>125.00</u>	<u>18750.00</u>
<u>105</u>					PORT COLLAR OPENING TOOL	<u>1500</u>				<u>35.00</u>	<u>52500.00</u>
<u>2716</u>					FIDUCE	<u>32</u>	<u>lbs</u>			<u>2.00</u>	<u>64.00</u>
<u>29D</u>					D-AIR	<u>1</u>	<u>prc</u>			<u>35.00</u>	<u>35.00</u>
<u>33D</u>					SWIFT MULTI DENSITY	<u>125</u>	<u>bx</u>			<u>16.50</u>	<u>2062.50</u>
<u>581</u>					CEMENT SERVICE CHARGE	<u>200</u>	<u>bx</u>			<u>2.00</u>	<u>400.00</u>
<u>83</u>					Drayage	<u>19970</u>	<u>lbs</u>	<u>349.47</u>	<u>tm</u>	<u>1.00</u>	<u>349.47</u>

LEGAL TERMS: Customer hereby acknowledges and agrees to the terms and conditions on the reverse side hereof which include, but are not limited to, PAYMENT, RELEASE, INDEMNITY, and LIMITED WARRANTY provisions.

MUST BE SIGNED BY CUSTOMER OR CUSTOMER'S AGENT PRIOR TO START OF WORK OR DELIVERY OF GOODS

DATE SIGNED 14 JAN 13 TIME SIGNED 1145  A.M.  P.M.

REMIT PAYMENT TO:

SWIFT SERVICES, INC.  
 P.O. BOX 466  
 NESS CITY, KS 67560  
 785-798-2300

SURVEY

OUR EQUIPMENT PERFORMED WITHOUT BREADDOWN?  YES  NO

WE UNDERSTOOD AND MET YOUR NEEDS?  YES  NO

OUR SERVICE WAS PERFORMED WITHOUT DELAY?  YES  NO

WE OPERATED THE EQUIPMENT AND PERFORMED JOB CALCULATIONS SATISFACTORILY?  YES  NO

ARE YOU SATISFIED WITH OUR SERVICE?  YES  NO

CUSTOMER DID NOT WISH TO RESPOND

PAGE TOTAL 4720

TAX 158.25

TOTAL 4879.19

SWIFT OPERATOR Juan S. Pineda CUSTOMER ACCEPTANCE OF MATERIALS AND SERVICES Juan S. Pineda APPROVAL

Thank You!

JOB LOG

SWIFT Services, Inc.

DATE 14 JAN 13 PAGE NO.

CUSTOMER PALOMINO PETROLEUM

WELL NO.

LEASE B&P # 1

JOB TYPE CEMENT PORT COLLAR

TICKET NO. 23789

CHART NO.	TIME	RATE (BPM)	VOLUME (BBL) (GAL)	PUMPS		PRESSURE (PSI)		DESCRIPTION OF OPERATION AND MATERIALS
				T	C	TUBING	CASING	
	1000							ON LOCATION
								PORT COLLAR @ 1843
	1025				✓		1000	TEST - HELD
	1035							OPEN PORT COLLAR
	1037	4	70	✓		900		MIX 125 SX SMD.
		3	6	✓		500		DISPLACE CEMENT
								CIRCULATE 20 SX TO PIT
	1057				✓	1250		<del>RE</del> CLOSE PORT COLLAR - TEST - HELD
								RUN 5 JTS.
	1107	4	17	✓		600		REVERSE CEMENT OUT OF TUBING
	1118							WASH TRUCK
	1145							JOB COMPLETE
								THANKS # 115
								JASON JFFF FLINT



RECEIVED

JAN 10 2011

P. O. Box 466  
Ness City, KS 67560  
Off: 785-798-2300

# Invoice

DATE	INVOICE #
1/4/2013	23031

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

- Acidizing
- Cement
- Tool Rental

TERMS	Well No.	Lease	County	Contractor	Well Type	Well Category	Job Purpose	Operator
Net 30	#1	B & P	Ness	Val Energy #2	Oil	Development	LongString	Nick
PRICE REF.	DESCRIPTION				QTY	UM	UNIT PRICE	AMOUNT
575D	Mileage - 1 Way				40	Miles	6.00	240.00
578D-L	Pump Charge - Long String - 4565 Feet				1	Job	1,500.00	1,500.00
221	Liquid KCL (Clayfix)				4	Gallon(s)	25.00	100.00T
281	Mud Flush				500	Gallon(s)	1.25	625.00T
290	D-Air				2	Gallon(s)	35.00	70.00T
403-5	5 1/2" Cement Basket				2	Each	250.00	500.00T
404-5	5 1/2" Port Collar				1	Each	2,400.00	2,400.00T
406-5	5 1/2" Latch Down Plug & Baffle				1	Each	250.00	250.00T
407-5	5 1/2" Insert Float Shoe With Auto Fill				1	Each	350.00	350.00T
409-5	5 1/2" Turbolizer				10	Each	90.00	900.00T
325	Standard Cement				100	Sacks	13.50	1,350.00T
330	Swift Multi-Density Standard (MIDCON II)				125	Sacks	16.50	2,062.50T
276	Flocele				50	Lb(s)	2.00	100.00T
283	Salt				500	Lb(s)	0.20	100.00T
284	Calseal				5	Sack(s)	35.00	175.00T
285	CFR-1				50	Lb(s)	4.00	200.00T
581D	Service Charge Cement				225	Sacks	2.00	450.00
583D	Drayage				454.5	Ton Miles	1.00	454.50
	Subtotal							11,827.00
	Sales Tax Ness County						6.30%	578.50

**Thank You For Your Business In 2012!**  
**We Look Forward To Serving You In 2013!**

**Total**

\$12,405.50



Services, Inc.

CHARGE TO: Palomine Petroleum  
 ADDRESS  
 CITY, STATE, ZIP CODE

TICKET No 23031

PAGE 1 OF 2

SERVICE LOCATIONS	WELL/PROJECT NO.	LEASE	COUNTY/PARISH	STATE	CITY	DATE	OWNER
1. <u>Hays, Ks.</u>	<u>#1</u>	<u>B&amp;P</u>	<u>Ness</u>	<u>Ks</u>		<u>1-4-13</u>	<u>same</u>
2. <u>Ness City, Ks.</u>	TICKET TYPE <input checked="" type="checkbox"/> SERVICE <input type="checkbox"/> SALES	CONTRACTOR	RIG NAME/NO.	SHIPPED VIA	DELIVERED TO	ORDER NO.	
	<input type="checkbox"/> SALES	<u>Val Dry #2</u>		<u>ET</u>	<u>Location</u>		
3.	WELL TYPE	WELL CATEGORY	JOB PURPOSE	WELL PERMIT NO.	WELL LOCATION		
		<u>oil</u>	<u>Development</u>				
4. REFERRAL LOCATION	INVOICE INSTRUCTIONS						

PRICE REFERENCE	SECONDARY REFERENCE/ PART NUMBER	ACCOUNTING			DESCRIPTION	MILEAGE	QTY.	UM	QTY.	UM	UNIT PRICE	AMOUNT
		LOC	ACCT	DF								
575						#111	40	01			6.00	240.00
578						Ramp Charge Longstring	1	ra	4565'		1500.00	1500.00
221						KCL	4	gal			25.00	100.00
281						Med Flush	500	gal			1.25	625.00
290						D-Air	2	gal			35.00	70.00
403						Basket	2	ea	5-1/2"		250.00	500.00
404						Part Cellar	1	ea			2400.00	2400.00
406						LD Plog & Baffle	1	ea			250.00	250.00
407						Easier to Float Shoe w/E, H	1	ea			350.00	350.00
409						Turbolizers	10	ea			90.00	900.00

LEGAL TERMS: Customer hereby acknowledges and agrees to the terms and conditions on the reverse side hereof which include, but are not limited to, **PAYMENT, RELEASE, INDEMNITY**, and **LIMITED WARRANTY** provisions.

MUST BE SIGNED BY CUSTOMER OR CUSTOMER'S AGENT PRIOR TO START OF WORK OR DELIVERY OF GOODS

DATE SIGNED 1-4-13 TIME SIGNED 10:25  A.M.  P.M.

REMIT PAYMENT TO:

SWIFT SERVICES, INC.  
 P.O. BOX 466  
 NESS CITY, KS 67560  
 785-798-2300

SURVEY

OUR EQUIPMENT PERFORMED WITHOUT BREAKDOWN?  
 WE UNDERSTOOD AND MET YOUR NEEDS?  
 YOUR SERVICE WAS PERFORMED WITHOUT DELAY?  
 WE OPERATED THE EQUIPMENT AND PERFORMED JOB CALCULATIONS SATISFACTORILY?  
 ARE YOU SATISFIED WITH OUR SERVICE?

YES  NO

CUSTOMER DID NOT WISH TO RESPOND

PAGE TOTAL 1 6935.00  
 PAGE 2 4892.00  
 Subtotal 11827.00  
 Tax 6.37% 578.50  
 TOTAL 12,405.50

CUSTOMER ACCEPTANCE OF MATERIALS AND SERVICES The customer hereby acknowledges receipt of the materials and services listed on this ticket.

SWIFT OPERATOR [Signature] APPROVAL [Signature]

Thank You!



PO Box 466  
Ness City, KS 67560  
Off: 785-798-2300

TICKET CONTINUATION

TICKET No. 23031

CUSTOMER Palomine Petroleum

WELL #1 B&P

DATE 1-4-13

PAGE 2 OF 2

PRICE REFERENCE	SECONDARY REFERENCE/ PART NUMBER	ACCOUNTING			TIME	DESCRIPTION	WELL				UNIT PRICE		AMOUNT
		LOC	ACCT	DF			QTY.	UM	QTY.	UM	PRICE	AMOUNT	
325						Standard Cement	100	SKS			13	50	1350.00
330						SMD Cement	125	SKS			16	50	2062.50
276						Floce/e	50	#			2	20	100.00
283						Salt	500	#			10	0%	100.00
284						Cal Seal	5	SKS			35	0%	175.00
285						CFR-1	50	#			4	0%	200.00
581											2	00	4521.00
583											1	00	4529.50

CONTINUATION TOTAL 4892.00

SERVICE CHARGE  
MILEAGE CHARGE TOTAL WEIGHT LOADED MILES  
22720 225 SKS 40

CUBIC FEET TON MILES  
454.5

JOB LOG

SWIFT Services, Inc.

DATE 1-4-13 PAGE NO. 1

CUSTOMER Palomino Petroleum WELL NO. #1 LEASE B4P JOB TYPE Longstring TICKET NO. 23031

CHART NO.	TIME	RATE (BPM)	VOLUME (BBL) (GAL)	PUMPS		PRESSURE (PSI)		DESCRIPTION OF OPERATION AND MATERIALS
				T	C	TUBING	CASING	
	0300							on loc w/FE
								RTD 4565'
								5 1/2" x 14 # x 4551' x 33'
								Turbo 1-8, 10, 64
								Basket 2, 65
								P.C. 65 @ 1843'
	0445							start FE
	0650							Break Circ.
	0910	2.5	7/5					Plug RH & MH 30/20 sks SMD
	0920	5	0			200		start 50 gal Mud flush
		5	12/0			200		start 20 bbl KCL flush
		5	20/0			200		start 75 sks SMD cement
		5	35/0			200		start 100 sks EA-2 Cement
	0940		24					End Cement
								Wash PTL
								Drop LD Plug
	0945	6	0			200		Start Displacement
	1005	5	85			250		Catch Cement
	1010		110			850 / 1500		Land Plug
								Release Pressure
								Flca Hld

118

Thank you  
Nick, David E. & Flint



PO Box 93999  
Southlake, TX 76092

Voice: (817) 546-7282  
Fax: (817) 246-3361

# INVOICE

Invoice Number: 134249

Invoice Date: Dec 27, 2012

Page: 1



<b>Bill To:</b>
Palomino Petroleum, Inc. 4924 SE 84th St. Newton, KS 67114-8827

Customer ID	Well Name/# or Customer P.O.	Payment Terms	
Palo	B & P #1	Net 30 Days	
Job Location	Camp Location	Service Date	Due Date
KS1-01	Great Bend	Dec 27, 2012	1/26/13

Quantity	Item	Description	Unit Price	Amount
150.00	MAT	Class A Common	17.90	2,685.00
3.00	MAT	Gel	23.40	70.20
5.00	MAT	Chloride	64.00	320.00
162.09	SER	Cubic Feet	2.48	401.98
185.00	SER	Ton Mileage	2.60	481.00
1.00	SER	Surface	1,512.25	1,512.25
25.00	SER	Pump Truck Mileage	7.70	192.50
25.00	SER	Light Vehicle Mileage	4.40	110.00
1.00	CEMENTER	Charles Elkins		
1.00	EQUIP OPER	Kevin Eddy		
1.00	OPER ASSIST	Kevin Weighous		

Subtotal	5,772.93
Sales Tax	193.74
Total Invoice Amount	5,966.67
Payment/Credit Applied	
<b>TOTAL</b>	<b>5,966.67</b>

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

\$ 1,443.22

ONLY IF PAID ON OR BEFORE  
Jan 21, 2013



# ALLIED OIL & GAS SERVICES, LLC 059212

Federal Tax I.D.# 20-5975804

REMIT TO P.O. BOX 93999  
SOUTHLAKE, TEXAS 76092

SERVICE POINT:  
Great Bend, KS

DATE <u>12-27-11</u>	SEC. <u>12</u>	TWP. <u>17S</u>	RANGE <u>26E</u>	CALLED OUT <u>3:00 PM</u>	ON LOCATION <u>5:38 PM</u>	JOB START <u>8:19 AM</u>	JOB FINISH <u>8:35 PM</u>
LEASE <u>B+P</u>	WELL# <u>1</u>	LOCATION <u>Utica 1m East, South 3 miles</u>			COUNTY <u>Mess</u>	STATE <u>KS</u>	
OLD OR <u>NEW</u> (Circle one)			East into location (96 miles)			<u>1.01</u>	<u>6.3</u>

CONTRACTOR Val # 2  
 TYPE OF JOB Surface Casing  
 HOLE SIZE 12 1/4" T.D. 225 ft  
 CASING SIZE 8 5/8" 24" DEPTH 209.84 ft  
 TUBING SIZE \_\_\_\_\_ DEPTH \_\_\_\_\_  
 DRILL PIPE \_\_\_\_\_ DEPTH \_\_\_\_\_  
 TOOL \_\_\_\_\_ DEPTH \_\_\_\_\_  
 PRES. MAX \_\_\_\_\_ MINIMUM \_\_\_\_\_  
 MEAS. LINE \_\_\_\_\_ SHOE JOINT 20 ft  
 CEMENT LEFT IN CSG. 20 ft, 1.42 bbls, 5.3 sy  
 PERFS. \_\_\_\_\_  
 DISPLACEMENT 12.5 bbls Fresh Water

OWNER Palomino Petroleum  
 CEMENT  
 AMOUNT ORDERED 150 sy 1 1/2" + 3% Grcl + 2% Grcl

EQUIPMENT  
 PUMP TRUCK CEMENTER Charles Ellins 1  
 # 366 HELPER Kevin Eddy 2  
 BULK TRUCK  
 # 344/170 DRIVER Kevin Weyhous 3  
 BULK TRUCK  
 # \_\_\_\_\_ DRIVER \_\_\_\_\_

COMMON	<u>150</u>	@ <u>17.90</u>	<u>2685.00</u>
POZMIX		@	
GEL	<u>3</u>	@ <u>23.40</u>	<u>70.20</u>
CHLORIDE	<u>5</u>	@ <u>64.00</u>	<u>320.00</u>
ASC		@	
HANDLING	<u>162.09</u>	@ <u>2.48</u>	<u>401.98</u>
MILEAGE	<u>7.4x 25</u>	@ <u>2.60</u>	<u>481.00</u>
			TOTAL <u>3968.18</u>

REMARKS:

Run 5 bbls Fresh Water  
Run 36 bbls (150 sy) Cement  
Displace with 12.5 bbls Fresh Water  
Log 20 ft, 1.42 bbls, 5.3 sy Cement in Casing  
Circulate 12 bbls, 50 sy Cement to Surface

185'

SERVICE

DEPTH OF JOB	<u>225</u>		
PUMP TRUCK CHARGE		<u>1512.25</u>	
EXTRA FOOTAGE		@	
MILEAGE	<u>HVM 25</u>	@ <u>7.70</u>	<u>192.50</u>
MANIFOLD		@	
	<u>LVM 25</u>	@ <u>4.40</u>	<u>110.00</u>
			TOTAL <u>1,814.75</u>

CHARGE TO: Palomino Petroleum  
 STREET \_\_\_\_\_  
 CITY \_\_\_\_\_ STATE \_\_\_\_\_ ZIP \_\_\_\_\_

PLUG & FLOAT EQUIPMENT

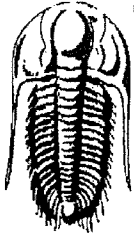
_____	@	_____
_____	@	_____
_____	@	_____
_____	@	_____
_____	@	_____

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.

PRINTED NAME Joe McGee

SIGNATURE Joe McGee

TOTAL \_\_\_\_\_  
 SALES TAX (If Any) 193.73  
 TOTAL CHARGES 572.93  
 DISCOUNT 25% 1443.22 IF PAID IN 30 DAYS  
\$ 4,329.70



**TRILOBITE  
TESTING, INC**

# DRILL STEM TEST REPORT

Palomino Petroleum, Inc.  
4924 SE 84th St  
New ton KS, 67114-8827  
ATTN: Ken Wallace

**12-17s-26w Ness Co. KS**

**B&P #1**

Job Ticket: 51263

**DST#: 1**

Test Start: 2013.01.02 @ 17:25:00

## GENERAL INFORMATION:

Formation: **Mississippian**  
 Deviated: No Whipstock: ft (KB)  
 Test Type: Conventional Bottom Hole (Initial)  
 Time Tool Opened: 20:18:45 Tester: Jace McKinney  
 Time Test Ended: 00:49:15 Unit No: 64  
 Interval: **4418.00 ft (KB) To 4465.00 ft (KB) (TVD)** Reference Elevations: 2514.00 ft (KB)  
 Total Depth: 4465.00 ft (KB) (TVD) 2504.00 ft (CF)  
 Hole Diameter: 7.88 inches Hole Condition: Poor KB to GR/CF: 10.00 ft

**Serial #: 8845**

**Outside**

Press@RunDepth: 210.17 psig @ 4419.00 ft (KB)

Capacity: 8000.00 psig

Start Date: 2013.01.02

End Date:

2013.01.03

Last Calib.:

2013.01.03

Start Time: 17:25:05

End Time:

00:49:14

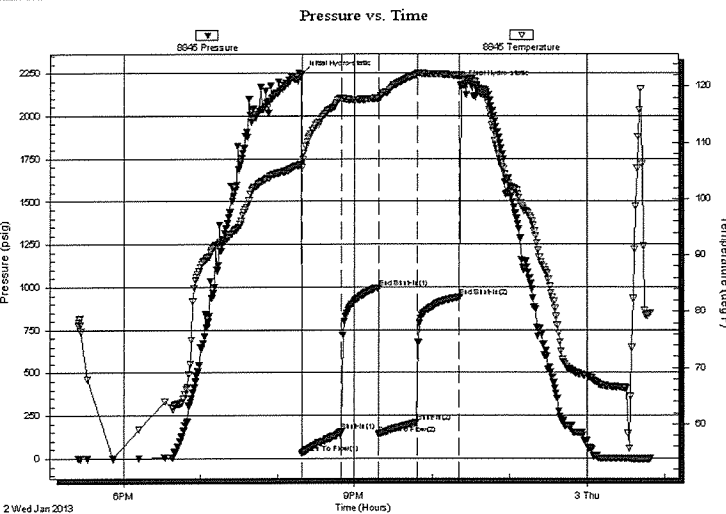
Time On Btm:

2013.01.02 @ 20:18:30

Time Off Btm:

2013.01.02 @ 22:22:15

**TEST COMMENT:** B.O.B. in 10 min.  
 Bled off for 5 min. No return blow  
 B.O.B. in 18 min.  
 Bled off for 5 min. No return blow



## PRESSURE SUMMARY

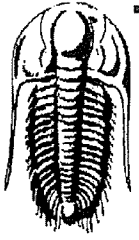
Time (Min.)	Pressure (psig)	Temp (deg F)	Annotation
0	2242.36	106.18	Initial Hydro-static
1	29.78	105.56	Open To Flow (1)
32	156.92	117.83	Shut-In(1)
60	994.15	117.86	End Shut-In(1)
61	139.58	117.67	Open To Flow (2)
90	210.17	122.13	Shut-In(2)
123	940.41	121.81	End Shut-In(2)
124	2181.74	121.62	Final Hydro-static

## Recovery

Length (ft)	Description	Volume (bbl)
248.00	gcom 5%G 5%O 90%M	3.48
124.00	gcom 5%G 10%O 85%M	1.74
62.00	w cogm 5%W 5%O 30%G 60%M	0.87

## Gas Rates

	Choke (inches)	Pressure (psig)	Gas Rate (Mcf/d)



**TRILOBITE  
TESTING, INC**

# DRILL STEM TEST REPORT

**FLUID SUMMARY**

Palomino Petroleum, Inc.

12-17s-26w Ness Co. KS

4924 SE 84th St  
New ton KS, 67114-8827

**B&P #1**

Job Ticket: 51263

**DST#: 1**

ATTN: Ken Wallace

Test Start: 2013.01.02 @ 17:25:00

## Mud and Cushion Information

Mud Type: Gel Chem

Cushion Type:

Oil API:

deg API

Mud Weight: 10.00 lb/gal

Cushion Length:

ft

Water Salinity:

ppm

Viscosity: 56.00 sec/qt

Cushion Volume:

bbl

Water Loss: 7.20 in<sup>3</sup>

Gas Cushion Type:

Resistivity: ohm.m

Gas Cushion Pressure:

psig

Salinity: 4600.00 ppm

Filter Cake: 1.00 inches

## Recovery Information

Recovery Table

Length ft	Description	Volume bbl
248.00	gcom 5%G 5%O 90%M	3.479
124.00	gcom 5%G 10%O 85%M	1.739
62.00	w cogm 5%W 5%O 30%G 60%M	0.870

Total Length: 434.00 ft

Total Volume: 6.088 bbl

Num Fluid Samples: 0

Num Gas Bombs: 0

Serial #:

Laboratory Name:

Laboratory Location:

Recovery Comments:

Serial #: 8845

Outside

Palomino Petroleum, Inc.

B&P #1

DST Test Number: 1

