



Confidentiality Requested:

Yes No

KANSAS CORPORATION COMMISSION 1153927
OIL & GAS CONSERVATION DIVISION

Form ACO-1
August 2013

Form must be Typed
Form must be Signed
All blanks must be Filled

WELL COMPLETION FORM
WELL HISTORY - DESCRIPTION OF WELL & LEASE

OPERATOR: License # _____

Name: _____

Address 1: _____

Address 2: _____

City: _____ State: _____ Zip: _____ + _____

Contact Person: _____

Phone: (_____) _____

CONTRACTOR: License # _____

Name: _____

Wellsite Geologist: _____

Purchaser: _____

Designate Type of Completion:

- New Well Re-Entry Workover
- Oil WSW SWD SIOW
- Gas D&A ENHR SIGW
- OG GSW Temp. Abd.
- CM (Coal Bed Methane)
- Cathodic Other (Core, Expl., etc.): _____

If Workover/Re-entry: Old Well Info as follows:

Operator: _____

Well Name: _____

Original Comp. Date: _____ Original Total Depth: _____

- Deepening Re-perf. Conv. to ENHR Conv. to SWD
- Plug Back Conv. to GSW Conv. to Producer
- Commingled Permit #: _____
- Dual Completion Permit #: _____
- SWD Permit #: _____
- ENHR Permit #: _____
- GSW Permit #: _____

Spud Date or Recompletion Date	Date Reached TD	Completion Date or Recompletion Date
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API No. 15 - _____

Spot Description: _____

_____ - _____ - _____ Sec. _____ Twp. _____ S. R. _____ East West

_____ Feet from North / South Line of Section

_____ Feet from East / West Line of Section

Footages Calculated from Nearest Outside Section Corner:

- NE NW SE SW

GPS Location: Lat: _____, Long: _____
(e.g. xx.xxxxx) (e.g. -xxx.xxxxx)

Datum: NAD27 NAD83 WGS84

County: _____

Lease Name: _____ Well #: _____

Field Name: _____

Producing Formation: _____

Elevation: Ground: _____ Kelly Bushing: _____

Total Vertical Depth: _____ Plug Back Total Depth: _____

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: _____

feet depth to: _____ w/ _____ sx cmt.

Drilling Fluid Management Plan

(Data must be collected from the Reserve Pit)

Chloride content: _____ ppm Fluid volume: _____ bbls

Dewatering method used: _____

Location of fluid disposal if hauled offsite: _____

Operator Name: _____

Lease Name: _____ License #: _____

Quarter _____ Sec. _____ Twp. _____ S. R. _____ East West

County: _____ Permit #: _____

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

- Confidentiality Requested
Date: _____
- Confidential Release Date: _____
- Wireline Log Received
- Geologist Report Received
- UIC Distribution
- ALT I II III Approved by: _____ Date: _____



1153927

Operator Name: _____ Lease Name: _____ Well #: _____

Sec. _____ Twp. _____ S. R. _____ East West County: _____

INSTRUCTIONS: Show important tops 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.

Final Radioactivity Log, Final Logs run to obtain Geophysical Data and Final Electric Logs must be emailed to kcc-well-logs@kcc.ks.gov. Digital electronic log files must be submitted in LAS version 2.0 or newer AND an image file (TIFF or PDF).

Drill Stem Tests Taken <input type="checkbox"/> Yes <input type="checkbox"/> No <i>(Attach Additional Sheets)</i> Samples Sent to Geological Survey <input type="checkbox"/> Yes <input type="checkbox"/> No Cores Taken <input type="checkbox"/> Yes <input type="checkbox"/> No Electric Log Run <input type="checkbox"/> Yes <input type="checkbox"/> No List All E. Logs Run: _____	<input type="checkbox"/> Log Formation (Top), Depth and Datum <input type="checkbox"/> Sample Name Top Datum
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CASING RECORD <input type="checkbox"/> New <input type="checkbox"/> Used							
Report all strings set-conductor, surface, intermediate, production, 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:	Depth Top Bottom	Type of Cement	# Sacks Used	Type and Percent Additives
<input type="checkbox"/> Perforate <input type="checkbox"/> Protect Casing <input type="checkbox"/> Plug Back TD <input type="checkbox"/> Plug Off Zone				

Did you perform a hydraulic fracturing treatment on this well? Yes No *(If No, skip questions 2 and 3)*
 Does the volume of the total base fluid of the hydraulic fracturing treatment exceed 350,000 gallons? Yes No *(If No, skip question 3)*
 Was the hydraulic fracturing treatment information submitted to the chemical disclosure registry? Yes No *(If No, fill out Page Three of the ACO-1)*

Shots Per Foot	PERFORATION RECORD - Bridge Plugs Set/Type Specify Footage of Each Interval Perforated	Acid, Fracture, Shot, Cement Squeeze Record <i>(Amount and Kind of Material Used)</i>	Depth

TUBING RECORD: Size: _____ Set At: _____ Packer At: _____ Liner Run: Yes No

Date of First, Resumed Production, SWD or ENHR: _____ Producing Method:
 Flowing Pumping Gas Lift Other *(Explain)* _____

Estimated Production Per 24 Hours	Oil Bbls.	Gas Mcf	Water Bbls.	Gas-Oil Ratio	Gravity

DISPOSITION OF GAS: <input type="checkbox"/> Vented <input type="checkbox"/> Sold <input type="checkbox"/> Used on Lease <i>(If vented, Submit ACO-18.)</i>	METHOD OF COMPLETION: <input type="checkbox"/> Open Hole <input type="checkbox"/> Perf. <input type="checkbox"/> Dually Comp. <input type="checkbox"/> Commingled <i>(Submit ACO-5)</i> <input type="checkbox"/> Other <i>(Specify)</i> _____ <input type="checkbox"/> Other <i>(Specify)</i> _____	PRODUCTION INTERVAL: _____ _____
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Conservation Division
Finney State Office Building
130 S. Market, Rm. 2078
Wichita, KS 67202-3802



Phone: 316-337-6200
Fax: 316-337-6211
<http://kcc.ks.gov/>

Mark Sievers, Chairman
Thomas E. Wright, Commissioner
Shari Feist Albrecht, Commissioner

Sam Brownback, Governor

August 02, 2013

Tami Troxel
Citation Oil & Gas Corp.
14077 Cutten Rd
PO BOX 690688
HOUSTON, TX 77269-0688

Re: ACO1
API 15-051-23525-00-02
PEAVEY 11
SE/4 Sec.13-11S-18W
Ellis County, Kansas

Dear Production Department:

We are herewith requesting that the Well Completion Form ACO-1 and attached information for the subject well be held confidential for a period of two years.

Should you have any questions or need additional information regarding subject well, please contact our office.

Respectfully,
Tami Troxel



April 6, 2013
Mr. Daniel Hansberger
Citation Oil & Gas Corp.
14077 Cutten Road
Houston, TX 77070

Re: Cross-linked Polymer Gel Water Reduction Treatment
Peavey #11 - Bemis-Shutts field - Ellis County, Kansas

Attached is the job log and related surveillance graphs for the cross-linked polymer gel treatment that was recently completed at the above captioned well in order to reduce excessive water production from the Arbuckle formation without damaging oil productivity. The unwanted water originates from an edge or underlying aquifer, and it encroaches on the wellbore through vertical fractures, vugs, or some other type of rock matrix that has ultra-high permeability and conductivity. Immediately prior to the polymer job, a 4.5" liner was run in the well to isolate several Lansing Kansas City injection zones behind pipe. Subsequently, the Arbuckle formation was perforated 3,357'-3,364' and 3,382'-3,388'. Based on swab tests performed before and after an acid job, the Arbuckle indicated a Productivity Index ranging from 5.8 to 10.9 BPD per psi draw-down, and a maximum producing potential of 5,400 to 9,600 BPD. The polymer volume, gel strength, and injection rate used to place the treatment were based on the pressure response at the well during the job. This "on-the-fly" approach has been routinely used, and was based on our experience applying this process to more than 1,000 Arbuckle wells in Kansas over many years.

The purpose of this project was to place cross-linked polymer gel deep into the water conduit(s) that connect this wellbore to the natural water source. If successful, the treatment should restrict the flow of water into the wellbore, and possibly increase the oil rate if more draw-down on the reservoir can be achieved by lowering the producing fluid level. The treatment may also cause water from the aquifer to be diverted so that it sweeps through, and displaces oil from, less permeable areas of the reservoir that have been by-passed by the natural waterdrive. Injecting polymer deep into the water conduits (i.e. natural fractures or other fracture-like features) should increase the longevity of the treatment because it will force water to flow through more unswept rock before it eventually finds an alternate pathway back to the wellbore; and the longer it takes water to again find the wellbore, the longer the well will produce with a lower water rate, lower fluid level, and higher oil cut percentage.

Arbuckle produced water was used to blend and inject the gels, and a tool was used to monitor (real-time) the bottomhole pressure ("BHP") during the treatment. The BHP data was used to make adjustments to the job based on changing conditions. The treatment began on April 4 and ended on April 6, 2013 after injecting a total of 2,239 barrels of gelant. The job was terminated after it was believed that a large enough volume of sufficiently strong gel was placed, and when a satisfactory level of resistance (as dictated by pressure response) was achieved. Polymer injection started with the tubing on a vacuum; however, positive wellhead pressure was reported after injecting a total of about 2,050 barrels of polymer solution, and then increased to a maximum of 490 psi. The maximum pressure gradient exerted on the rock was about 0.56 psi per foot. The polymer concentration ranged from 3,000 ppm at the beginning of the job to 10,000 ppm at the end, and the treatment was placed at an injection rate ranging from 0.75 BPM (1,080 BPD) at the start of the job to 0.5 BPM (720 BPD) at the end. Before ending the job, the polymer solution was over-displaced from the wellbore with 80 barrels of produced water that contained one drum of Baker WLC821 A-Sol P-38 mutual solvent. By the time that the water post-flush was finished, wellhead pressure had decreased to 190 psi. After the post-flush, the well was shut-in for a period of 10-14 days in order to give the gels enough time to reach their maximum strength and maturity before it was reactivated.

We are very grateful for the opportunity to provide this service, and hope that the project is a great success! Please let us know if you have questions, comments, or need more information.

Best regards,

JT Portwood

Jay Portwood
Project Engineering and Design



improved oil & gas recovery

**CROSS-LINKED POLYMER GEL
WATER REDUCTION TREATMENT
JOB LOG AND SUMMARY PREPARED FOR:**



**PEAVEY #11
BEMIS-SHUTTS FIELD
ELLIS COUNTY, KANSAS**

April 6, 2013



 improved oil & gas recovery

BULK POLYMER GEL TREATMENT

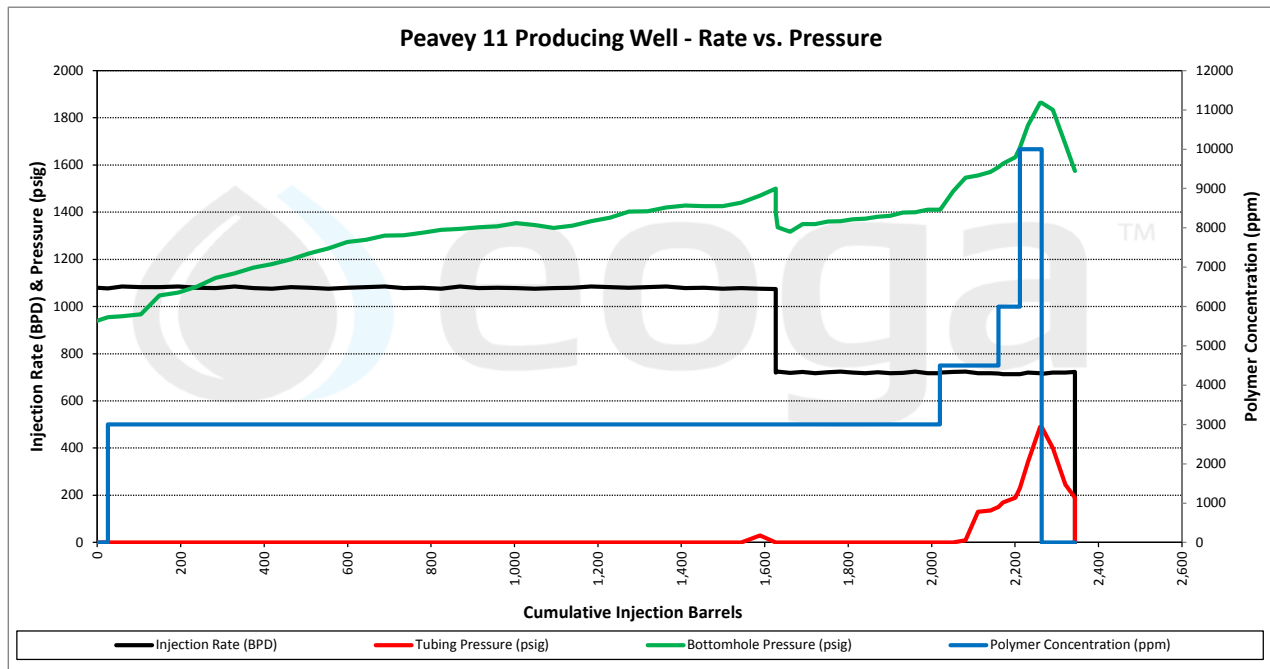
 Morning Progress Report

Company Name: Citation Oil & Gas Corp.
Field Name: Bemis-Shutts
Well Name: Peavey #11

Location: Ellis Co., KS
Date: 4/6/2013
Est. Cum. Cost: \$22,300

The following is the most recent information available for the bulk polymer gel treatment that is in progress at the above captioned well.

Stage No.	Begin Date	Begin Time	End Date	End Time	BG-100 Polymer		XL-100 Cross-linker		Gel Bbls.	WHP (psi)		BHP (psi)		Rate (BPM)		Comments
					Ppm	Lbs.	Ratio	Lbs.		Begin	End	Begin	End	Begin	End	
1	4/4/2013	7:41 AM	4/4/2013	8:15 AM	0	0		0	0	0	0	976	991	0.75	0.75	20 barrels water
2	4/4/2013	8:15 AM	4/6/2013	8:58 AM	3000	2093	40	455	1995	0	0	991	1446	0.75	0.50	
3	4/6/2013	8:58 AM	4/6/2013	1:38 PM	4500	220	40	48	140	0	150	1446	1627	0.50	0.50	
4	4/6/2013	1:38 PM	4/6/2013	3:23 PM	6000	109	40	24	52	150	230	1627	1709	0.50	0.50	
5	4/6/2013	3:23 PM	4/6/2013	5:07 PM	10000	182	40	40	52	230	490	1709	1899	0.50	0.50	
6	4/6/2013	5:07 PM	4/6/2013	7:47 PM	0	0		0	0	490	190	1899	1611	0.50	0.50	80 barrels water
Totals						2604		566	2239							

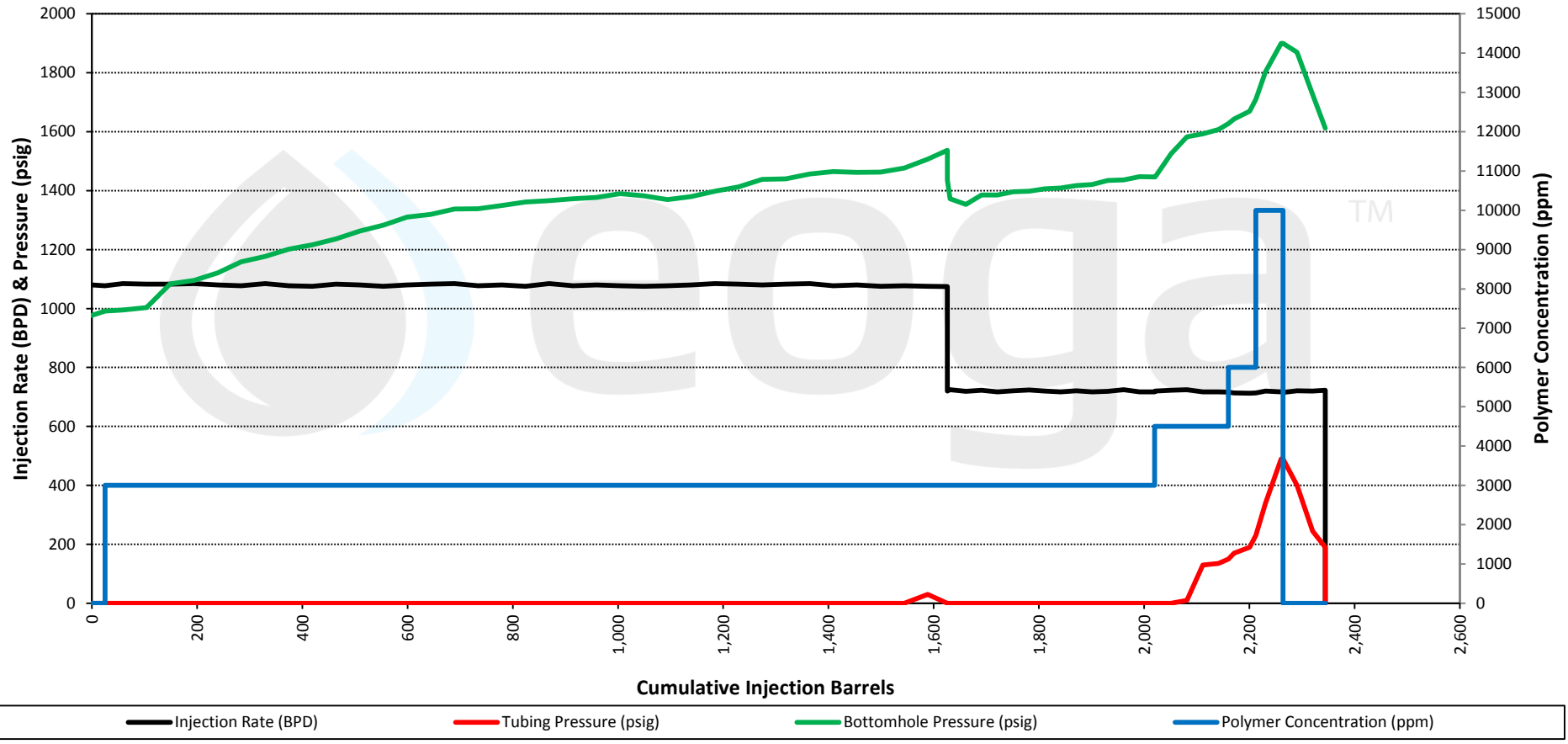




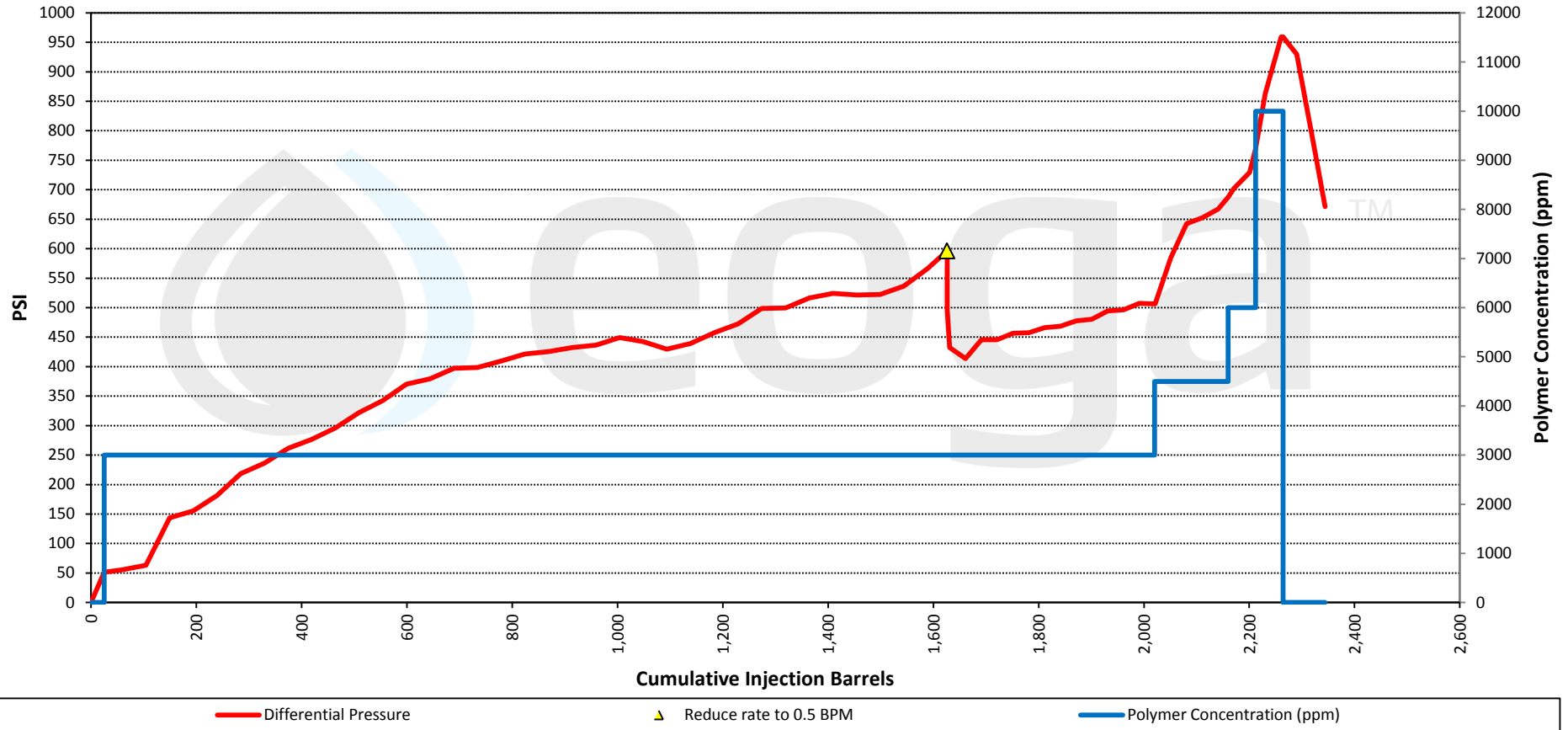
PROJECT INFORMATION					
Company Name:	Citation Oil & Gas Corp.	Depth to Top Perforation or OH (ft.):	3357	EOT (ft.):	3273
Field Name:	Bemis-Shults	Depth to Bottom Perforation or OH (ft.):	3388	Packer (ft.):	3273
Well Name:	Peavey #11	Depth to Mid-Perf (ft.):	3373	Tbg Size:	2.875"
Injector or Producer:	Producer	BHP Tool Depth (ft.):	3290	Tbg. Cap. (bbbls./ft.):	0.00538
County/State:	Ellis/KS	Type Mix Water Used:	Produced	Tbg. Vol. (bbbls.):	17.61
Polymer Unit No.:	4	Mix Water Specific Gravity:	1.02	Csg Size:	4.5"
Polymer Unit Operators:	Sean Eklund (day) 785-885-8176 / Brad Gordon (night) 785-885-8206	Mix Water Pressure Gradient (psi per ft.):	0.442	Csg. Cap. (bbbls./ft.):	0.015
Generator Used (Yes/No):	Yes	Expect Positive Surface Pressure @ BHP of:	1453	Csg Vol. bbbls. (Pkr. to Btm. Perf.):	1.725
Customer Contact:	Daniel Hansberger 281-891-1484 (off) 405-605-9177 (cell)	Estimated Static BHP (psig):	940	Total Well Vol. (bbbls.):	19.33

Date	Time	Elapsed Time Between Readings (Mins.)	Injection Rate		Total Cum. Injection (Bbls.)	Stage Cum. Injection Bbls.	Tubing Pressure (psig)	PSIG per Bbl Injected	PSIG per Hour Injected	Bottomhole Conditions				Injectivity Index BPD/(Calc. BHP-Static BHP) (BPD per psig)	Pressure Gradient (psig per ft.)	Polymer Concentration (ppm)	Cross-linker Ratio (x:1)	Total Cum. Polymer (lbs.)	Stage Cum. Polymer (lbs.)	Total Cum. X-linker (Lbs.)	Stage Cum. X-linker (Lbs.)	Casing Pressure (psig)	Comments
										Pressure		Hall Plot Cum.	Injectivity Ratio (Psi ÷ Rate)										
										Actual Reading (psig)	Calculated to Mid-Perf (psia)												
6-Apr-13	6:00 PM	0:52	721	0.50	2290.4	26.4	400	-1.14	-32.73	1833	1869	929	4748135	2.59	0.81	0.55	0	2604	0	566	0	0	
6-Apr-13	7:00 PM	1:00	720	0.50	2320.4	56.4	245	-4.80	-144.00	1689	1725	785	4849475	2.40	0.96	0.51	0	2604	0	566	0	0	
6-Apr-13	7:47 PM	0:47	723	0.50	2344.0	80.0	190	-4.83	-145.53	1575	1611	671	4923500	2.23	1.14	0.48	0	2604	0	566	0	0	End job & shut down injection pumps
6-Apr-13	7:47 PM	0:00	0	0.00	2344.0	80.0	0										0	2604	0	566	0	0	ISIP

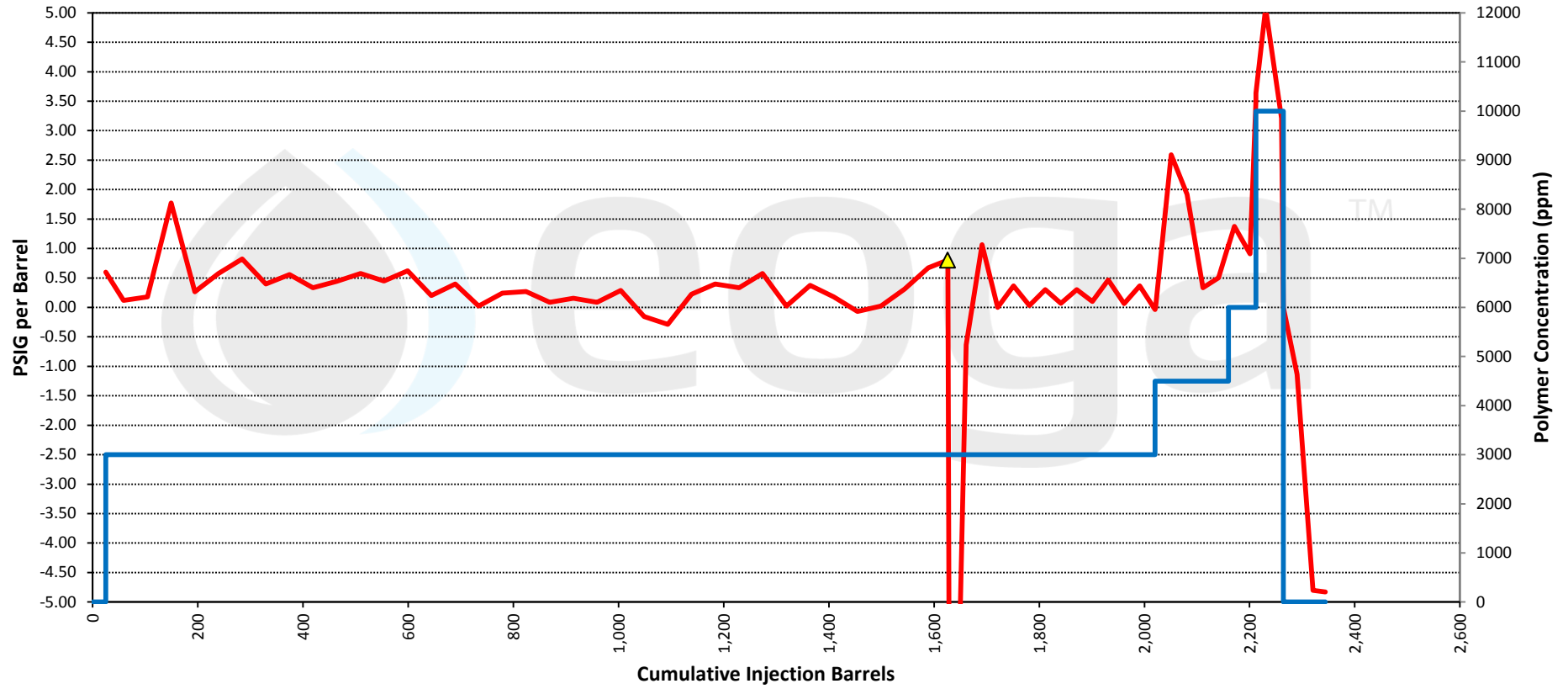
Peavey 11 Producing Well - Rate vs. Pressure



Peavey 11 Producing Well - Δp (from Beginning BHP)

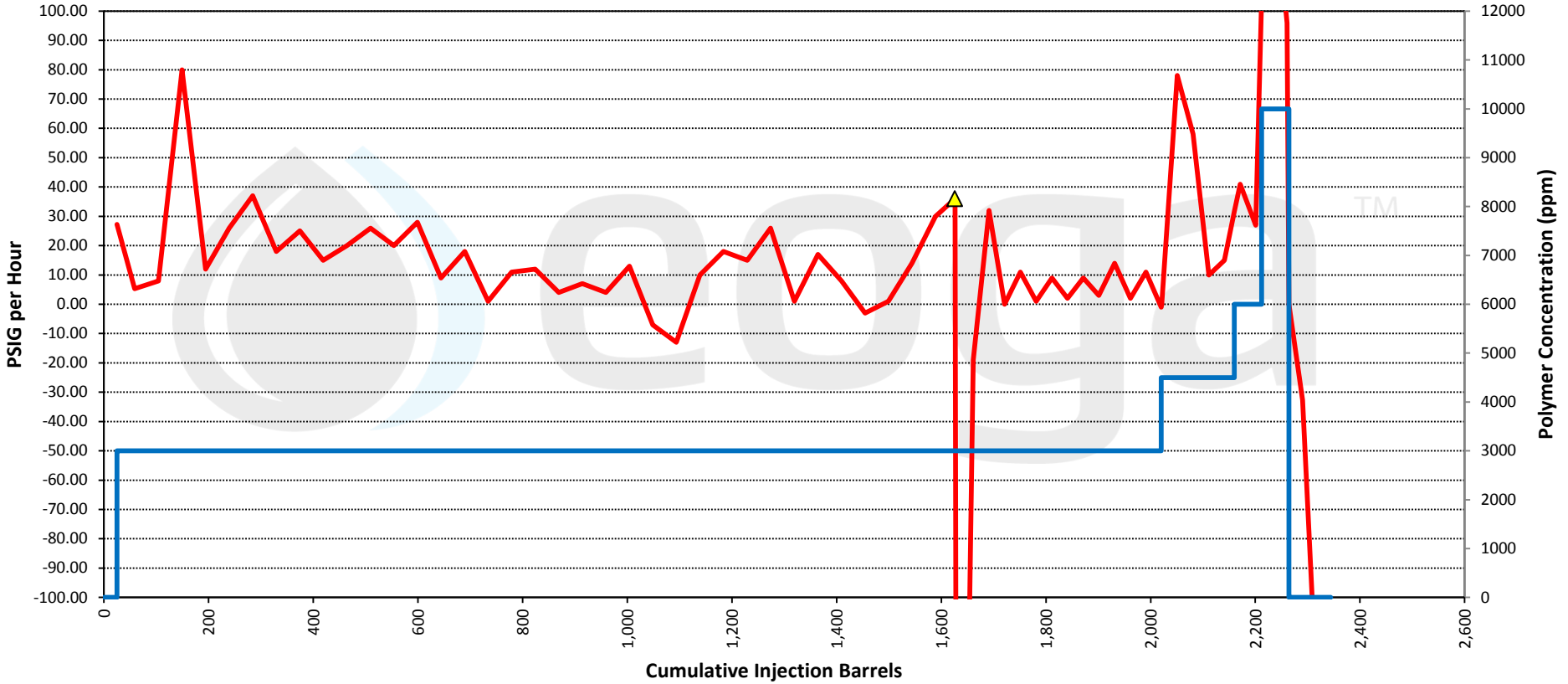


Peavey 11 Producing Well - PSIG per Barrel



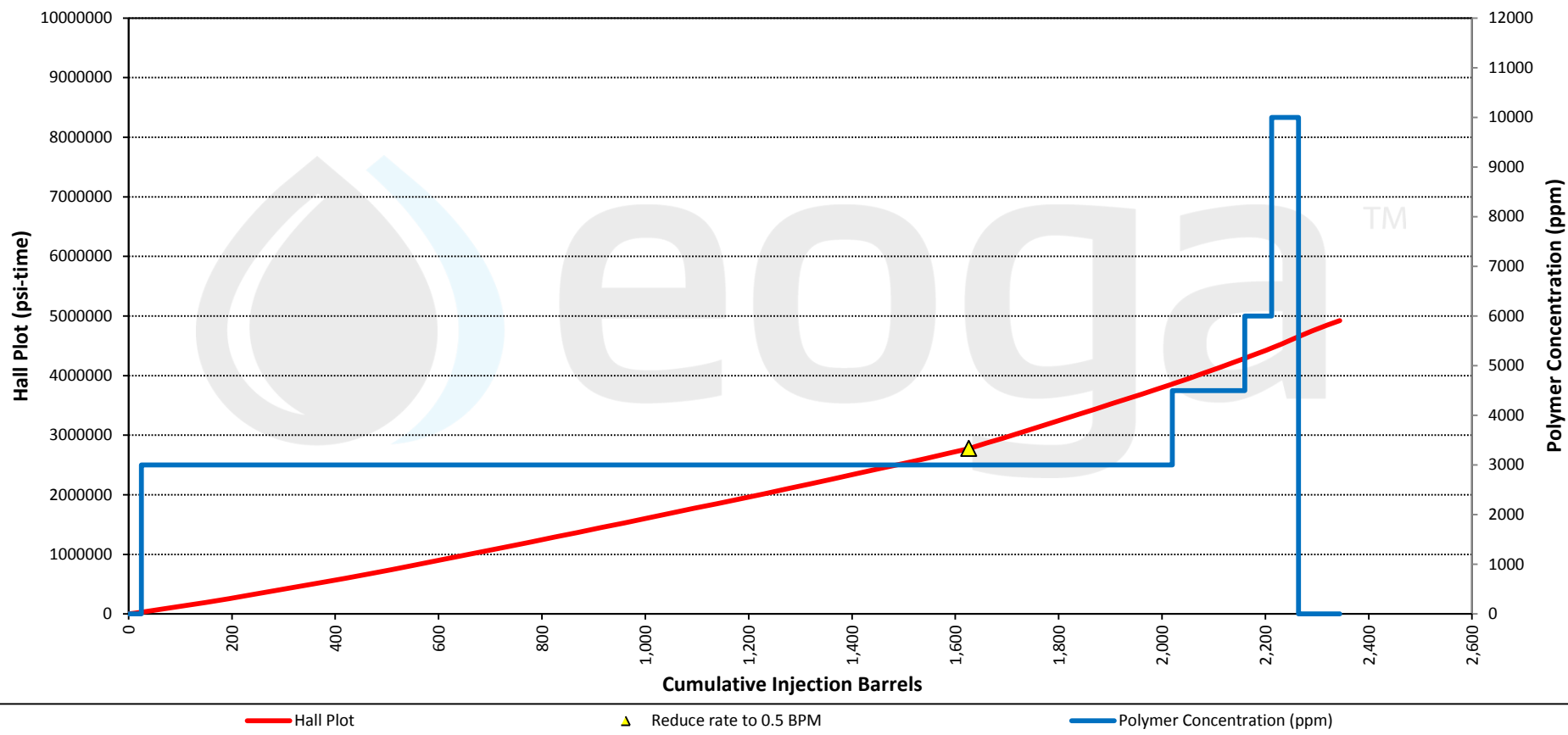
— PSIG per Barrel ▲ Reduce rate to 0.5 BPM — Polymer Concentration (ppm)

Peavey 11 Producing Well - PSIG per Hour

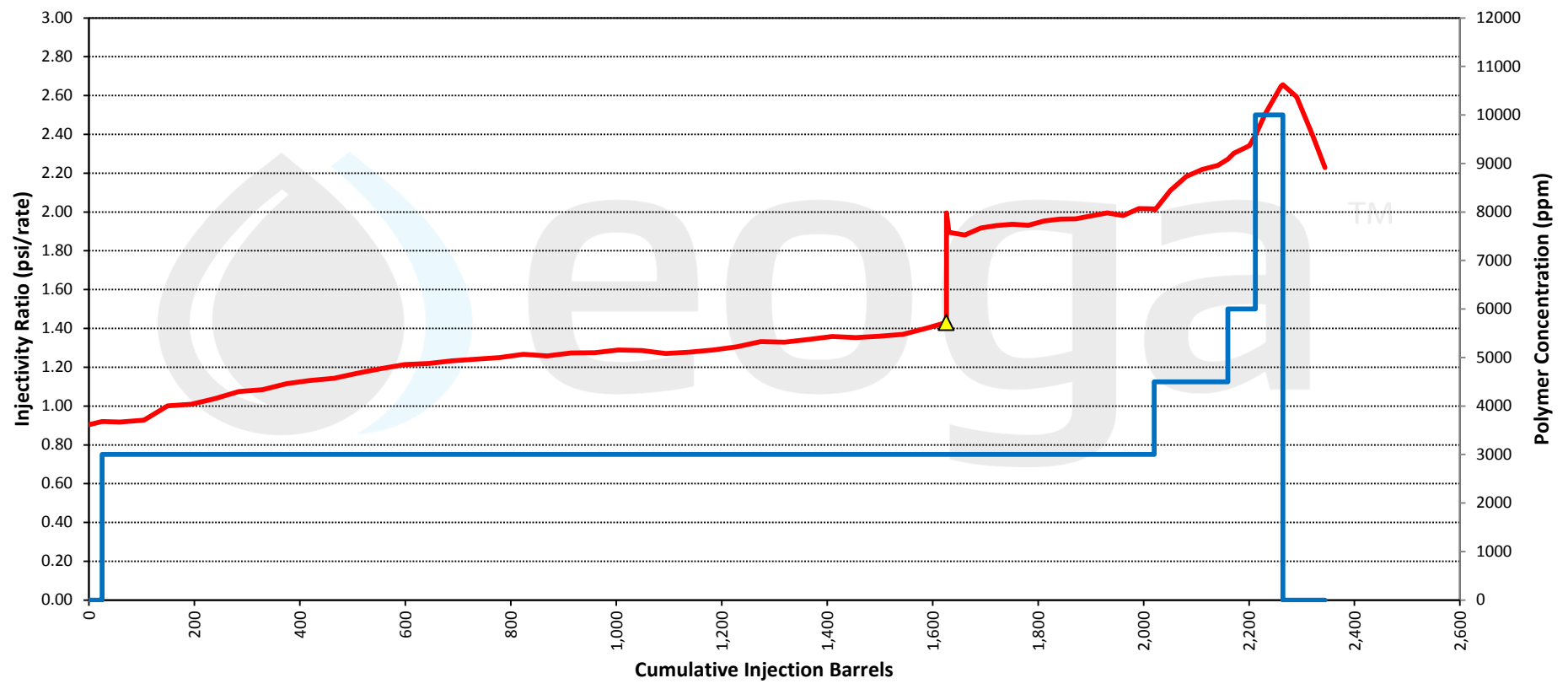


— PSIG per Hour ▲ Reduce rate to 0.5 BPM — Polymer Concentration (ppm)

Peavey 11 Producing Well - Hall Plot



Peavey 11 Producing Well - Injectivity Ratio (PSI/Rate)

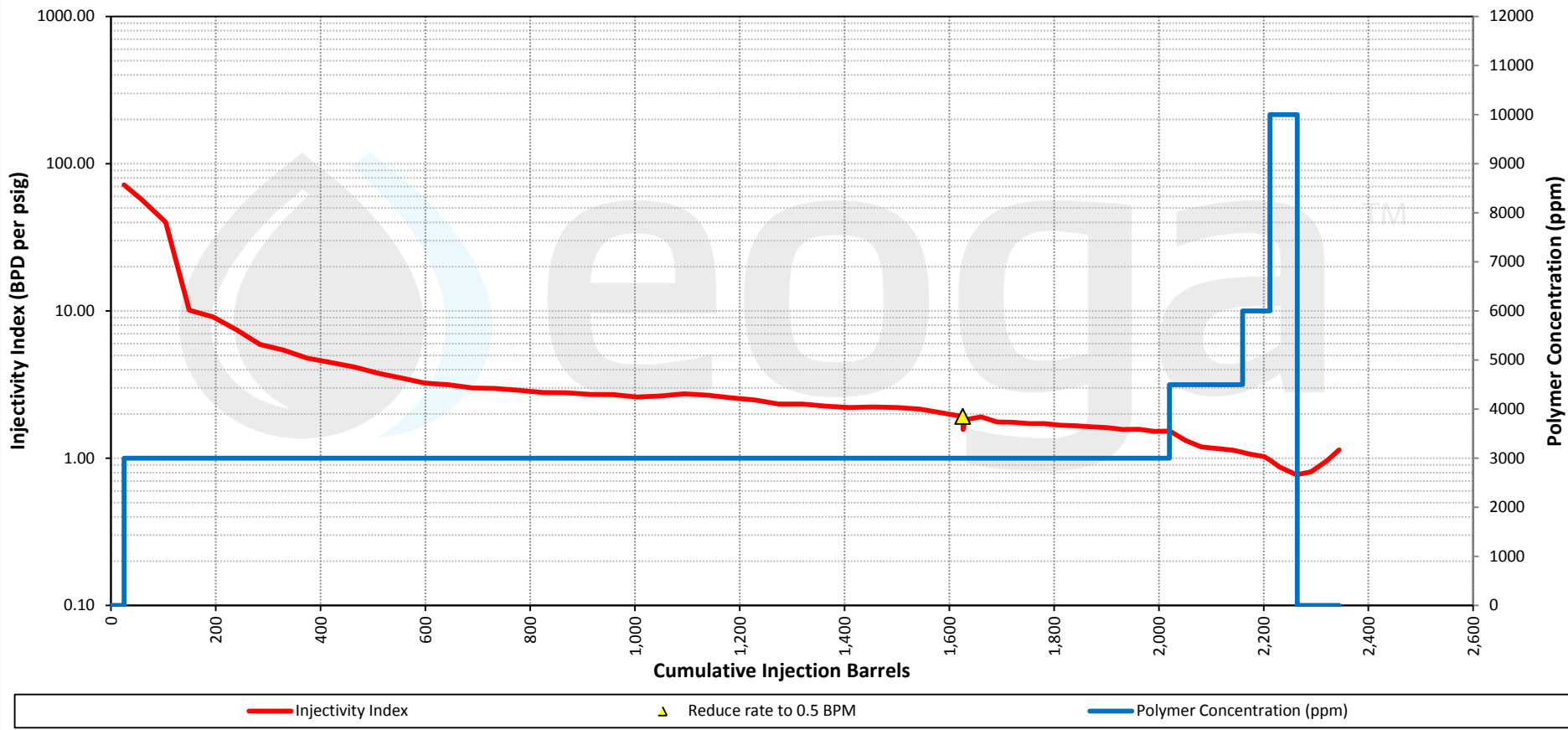


— Injectivity Ratio (psi/rate)

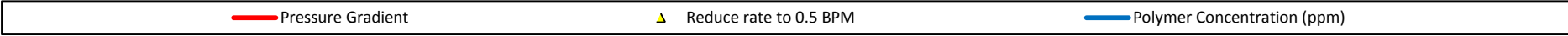
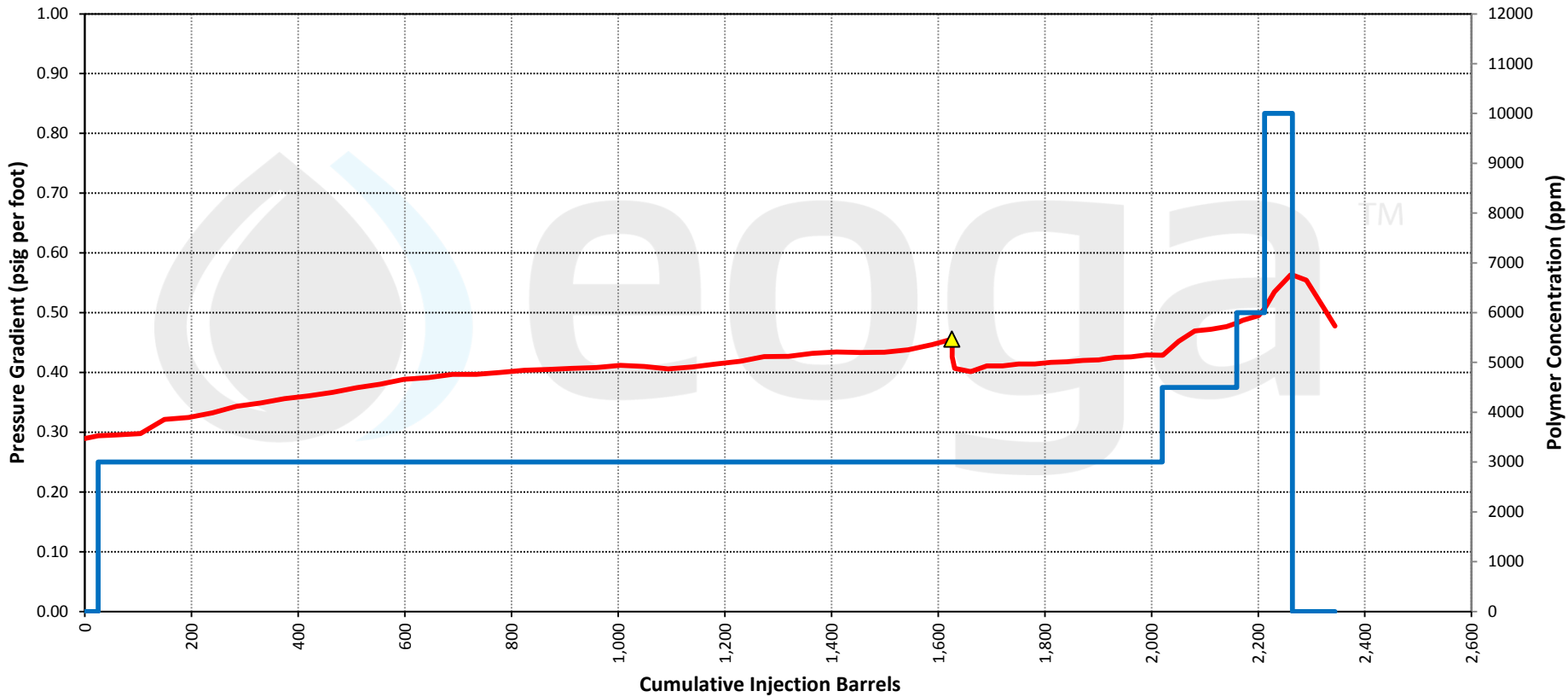
▲ Reduce rate to 0.5 BPM

— Polymer Concentration (ppm)

Peavey 11 Producing Well - Injectivity Index



Peavey 11 Producing Well - Pressure Gradient



ALLIED OIL & GAS SERVICES, LLC

060382

Federal Tax I.D. # 20-8651475

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

SERVICE POINT: Arrest Bend, Tx

DATE <u>3-22-13</u>	SEC. <u>13</u>	TWP. <u>11</u>	RANGE <u>17 W</u>	CALLED OUT <u>8:00 AM</u>	ON LOCATION <u>11:15 AM</u>	JOB START <u>2:00 PM</u>	JOB FINISH <u>3:15 PM</u>
LEASE <u>Peavex</u>	WELL # <u>W-11</u>	LOCATION <u>Hwy-N to Saline River Rd</u>		COUNTY <u>Ellis</u>	STATE <u>Tx</u>		
OLD OR NEW (Circle one)			<u>2 East 3/4 South East into</u>				

CONTRACTOR Express Well Service OWNER Same

TYPE OF JOB Lease

HOLE SIZE _____ T.D. _____ CEMENT _____

CASING SIZE 4 1/2 in 5 1/2 DEPTH 3303' AMOUNT ORDERED 130 lbs 6 7/8 290 Mel

TUBING SIZE _____ DEPTH _____ 75 CA-31, 5 B-1100, 25 lbs/ft Defloamer

DRILL PIPE _____ DEPTH _____

TOOL _____ DEPTH _____

PRES. MAX 1400# MINIMUM 600# COMMON 78 @ 17.90 1396.20

MEAS. LINE _____ SHOE JOINT _____ POZMIX 52 @ 9.35 486.20

CEMENT LEFT IN CSG. 1.5' (Customer Request) GEL 2 @ 23.40 46.80

PERFS. _____ CHLORIDE _____ @ _____

DISPLACEMENT 51 1/2 bbls ASC _____ @ _____

EQUIPMENT

PUMP TRUCK CEMENTER Bob S. RUSSELL

1006 HELPER Art Helgeson

BULK TRUCK _____ @ _____

603 DRIVER Don Cooper

BULK TRUCK _____ @ _____

_____ DRIVER _____ @ _____

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REMARKS:

From 3303' of 4 1/2" liner. Circulated last 2 1/2' in hole. Wait on welder. Hooked to 4 1/2" csg. Loaded csg. Mixed 130 lbs 6 7/8 290 Mel. 75 CA-31, 5 B-1100, 25 lbs/ft Defloamer. Released Plug. Displaced Plug with H₂O. Customer Requested Leased 10 bbls Cement in csg. Max Pressure 1400#. H₂O No Return.

SERVICE

DEPTH OF JOB 3303'

PUMP TRUCK CHARGE _____ 2558.25

EXTRA FOOTAGE _____ @ _____

MILEAGE 15 @ 7.70 115.50

MANIFOLD _____ @ _____

Head Rental @ 275.00 275.00

MILV 15 @ 4.40 66.00

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CHARGE TO: Citation Oil & Gas
STREET _____
CITY _____ STATE _____ ZIP _____

Handwritten Signature

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 Neil Starnitzel

SIGNATURE [Handwritten Signature]

PLUG & FLOAT EQUIPMENT

1-4 1/2" Rubber Plug @ 496.00 496.00

1-4 1/2" Rubber Plug @ 210.59 210.59

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SALES TAX (If Any) _____

TOTAL CHARGES 8501.46

DISCOUNT - 2901.50 IF PAID IN 30 DAYS

\$ 5600.96

TOTAL 4724.54

TOTAL 3016.25

TOTAL 761.67