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Damar Resources Inc.
McRae #2

SE-NE-NW-NE (348' FNL & 1476' FEL)
Section 34-12s-18w
Ellis County, Kansas
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Dry and Abandoned

Contractor: Murfin Drilling Co. (Rig #16)
Commenced: December 11, 2013
Completed: December 17, 2013
Elevation: 2127' K.B; 2125' D.F; 2122' G.L.
Casing program: Surface; 8 5/8" @ 250'
Production; none.
Sample: Samples saved and examined 3000' to the Rotary Total Depth.
Drilling time: One (1) foot drilling time recorded and kept 3000 ft to the Rotary Total Depth.
Measurements: All depths measured from the Kelly Bushing.
Formation Tests: There were three (3) Drill Stem Test run by Trilobite Testing.
Electric Log: By Pioneer; Radiation Guard Log.

<u>Formation</u>	<u>Log Depth</u>	<u>Sub-Sea Datum</u>
Anhydrite	1386	+741
Base Anhydrite	1421	+706
Topeka	3125	-998
Heebner	3361	-1234
Lansing	3404	-1277
Base Kansas City	3630	-1503
Arbuckle	3672	-1545
Rotary Total Depth	3750	-1623
Log Total Depth	3747	-1620

(All tops and zones corrected to Electric Log measurements).

SAMPLE ANALYSIS, SHOWS OF OIL, TESTING DATA, ETC.

TOPEKA SECTION

3126-3140' Limestone; gray, fossiliferous in part, chalky, light brown stain,
no show of free oil and no odor in fresh samples.
3155-3165' Limestone; gray, tan, medium crystalline, chalky, black spotty
stain, no free oil and no odor.

3298-3320' Limestone; gray, oomoldic, scattered porosity, chalky, no shows.
3335-3350' Limestone; tan, cream, gray, finely crystalline, scattered porosity, trace stain, no free oil and no odor, trace gray chert.

TORONTO SECTION

3381-3394' Limestone; white, gray, cream, finely crystalline, slightly sucrosic, poor visible porosity, no shows.

LANSING SECTION

3404-3412' Limestone; white/cream, fossiliferous, poor porosity, trace cream white chert.
3416-3423' Limestone; cream, white, finely crystalline, oolitic, poor pinpoint and intercrystalline type porosity, dark brown stain, no show of free oil and no odor in fresh samples.
3431-3446' Limestone; tan/buff, oolitic, oomoldic, poorly developed oomoldic porosity, poor stain, trace of free oil and faint odor in fresh samples.

Drill Stem Test #1 3358-3448'

Times: 5-60-60-90

Blow: Weak

Recovery: 60' gas in pipe
1' clean oil
60' oil and gas cut mud
(5% gas, 15% oil, 80% mud)

Pressures: ISIP 496 psi
FSIP 408 psi
IFP 27-36 psi
FFP 39-48 psi
HSH 1597-1583 psi

3453-3463' Limestone; white, cream, finely oolitic, poorly developed porosity, chalky, trace stain, no free oil and no odor in fresh samples.

3476-3490' Limestone; cream, tan, finely crystalline, oolitic/fossiliferous, poor pinpoint to finely vuggy type porosity, dark to golden brown stain, show of free oil and odor in fresh samples.

3495-3510' Limestone; white, cream, finely crystalline, oolitic, poorly developed porosity, chalky, no shows.

Drill Stem Test #2 3446-3510'

Times: 5-60-60-90

Blow: Weak

Recovery: 1' clean oil
70' muddy water

Pressures: ISIP 398 psi
FSIP 372 psi
IFP 19-30 psi
FFP 30-56 psi
HSH 1691-1623 psi

3537-3550' Limestone; white, tan, cream, finely oolitic, few fossiliferous, poor visible porosity, no shows.

3550-3562' Limestone; cream, white, light gray, finely oolitic, dense, plus white boney chert.

3562-3577' Limestone; white/cream, tan, finely crystalline, poor pinpoint porosity, trace dark brown and black stain, no show of free oil and no odor.

3595-3612' Limestone; white, cream, finely crystalline, fossiliferous/oolitic, poor visible porosity, spotty dark brown stain, no free oil and no odor in fresh samples.

3619-3630' Limestone; as above, plus white boney chert.

MARMATON SECTION

3650-3667' Limestone; white/tan, finely crystalline, dense, no shows.

ARBUCKLE SECTION

3671-3686' Dolomite; tan, brown, gray, finely crystalline, poorly developed porosity, dark brown and black stain, show of free oil and no odor in fresh samples.

Drill Stem Test #3 3670-3686'

Times: 5-60-30-30

Blow: Weak

Recovery: 1' mud

Pressures: ISIP 87 psi
FSIP 32 psi
IFP 19-19 psi
FFP 20-20 psi
HSH 1830-1480 psi

3686-3700' Dolomite; tan, gray, fine and medium crystalline, oomoldic, poor to fair intercrystalline and oomoldic porosity, black stain, trace free oil (black and dead) and faint odor in fresh samples.

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3700-3720'	Dolomite; cream, tan, finely crystalline, oomoldic in part, black tarry stain, no free oil and no odor.
3720-3735'	Dolomite; gray, tan, fine and medium crystalline, dense, black tarry stain, no free oil and no odor.
3735-3750'	Dolomite; as above, fair vuggy porosity, black stain, plus tan/white boney chert.

Rotary Total Depth	3750
Log Total Depth	3747

Recommendations:

The McRae #1 was plugged and abandoned at the Rotary Total Depth 3750 (-1623).

Respectfully submitted;


Kurt Talbott and
Clint Musgrove,
Petroleum Geologists