

Scale 1:240 Imperial

Viola #1-35 Well Name:

Surface Location: 720' FNL 1920' FWL Sec 35 - 21S- 16W

Bottom Location:

API: 15-145-21761-00-00

License Number:

Spud Date: 4/24/2014 Time: 7:00 PM

Region: Pawnee County

Drilling Completed: 4/29/2014 Time: 9:30 AM

Surface Coordinates: Y = 554027 & X = 1841347

Bottom Hole Coordinates:

Ground Elevation: 1977.00ft K.B. Elevation: 1990.00ft

Logged Interval: 3200.00ft To: 4050.00ft

Total Depth: 4050.00ft Formation: Penn Sand

Drilling Fluid Type: Chemical/Fresh Water Gel

OPERATOR

Shelby Resources, LLC Company: Address: 445 Union Blvd, Suite 208

Lakewood, CO 80228

Contact Geologist: Janine Sturdavant

Contact Phone Nbr: 303-907-2209 / 720-274-4682

> Well Name: Viola #1-35

Location: 720' FNL 1920' FWL Sec 35 - 21S- 16WAPI: 15-145-21761-00-00

Pool: Wildcat Field:

State: Kansas Country: USA

LOGGED BY



Company: Shelby Resources, LLC Address: 445 UNION BLVD. Suite 208

LAKEWOOD, CO. 80228

Phone Nbr: 203-671-6034

Logged By: Geologist Name: Jeremy Schwartz

NOTES

The Shelby Resources, LLC Viola #1-35 was drilled to a total depth of 4050', bottoming in the Arbuckle. A TookeDag gas detector was employed in the drilling of said well.

2 DST's were conducted in the Penn. Conglomerate and Viola zones. The DST reports can be found at the top of this log.

Due to the DST results, sample shows, gas kicks, and log analysis it was determined by all parties involved to plug and abandon the well. The dry samples were saved and will be available for furthur review at the Kansas Geological Society Well Sample Library, located in Wichita, KS.

Respectfully Submitted, Jeremy Schwartz Geologist

SURFACE CO-ORDINATES

Well Type: Vertical Longitude: Latitude:

N/S Co-ord: Y = 554027E/W Co-ord: X = 1841347

CONTRACTOR

Contractor: Sterling Drilling Co

Rig #: 5

Rig Type: mud rotary
Spud Date: 4/24/2014 Time: 7:00 PM
TD Date: 4/29/2014 Time: 9:30 AM

Rig Release: Time:

ELEVATIONS

K.B. Elevation: 1990.00ft Ground Elevation: 1977.00ft

K.B. to Ground: 13.00ft

DATE	DEPTH	<u>ACTIVITY</u>						
Sunday, April 27, 2014	3150'	Geologist Jeremy Schwartz on location @ 0530hrs, DRLG ahead through						
	400	Heebner, Toronto, Douglas Shale, Brown Lime, LKC, CFS @ 3567', Resume DRLG						
	3766'	through Stark Shale, B/KC, CFS @ 3766', Bit Trip (swap PDC for Button bit),						
Monday, April 28, 2014	3770'	DRLG ahead through Marmaton, Conglomerate, CFS @ 3812',						
	3812'	Conduct DST #1 in Conglomerate, Successful Test, DRLG ahead through cong.,						
	3825'	CFS @ 3825', Resume DRLG, CFS @ 3849', Resume DRLG, CFS @ 3893', Resume DRLG,						
Tuesday, April 29, 2014	3935'	CFS @ 3935', Resume DRLG, CFS @ 3943', Resume DRLG,						
	3957'	DRLG ahead through Arbuckle, CFS @ 3957', Resume DRLG ahead to TD,						
	4050'	TD of 4050' reached @ 0930hrs, CTCH I hour, trip out of hole for logs						
	E	Conduct Logging Operations, Logging Operations complete @ 1615hrs						
		Straddle Test Across Viola formation, blow died, pull test						
/ednesday, April 30, 2014	4050'	Geologist Jeremy Schwartz off location @ 0130hrs						

CLIENT:	SHELBY RESOURCES, LLC
WELL NAME:	VIOLA #1-35
LEGAL:	720' FNL & 1920' FWL
COUNTY:	PAWNEE COUNTY, KS
API:	15-145-21761-00-00
DRLG CONTRACTOR:	STERLING DRILLING CO.
RIG#:	5
DOGHOUSE #:	620-388-5433
TOOLPUSHER:	ALAN LOFTIS
CELL #:	620-388-2736

10.17.17.17.10.17.10		126115111100	STATE OF STA													
334										•						
62					1	CAP	TIVA I	19				CAP	TIVA I			
	2	VIOLA	FENWICK #1-35						P-W UNIT #1-35 SE-SW-SE-NW 35-215-16W							
	4	NE-SW-	NW-SW-NE-NE													
	KB 1990				KB		1988				KB	1991				
	LOG	TOPS	SAMP	PLE TOPS COMP. CARD LOG SI		SN	IPL.				LOG		SMPL.			
FORMATION	DEPTH	DATUM	DEPTH	DATUM	DEPTH	DATUM	CORR. CORR.		DEPTH DATUM		CORR.		CORR.			
ANHYDRITE TOP	984	1006	984	1006	974	1014	18	8	-	8	984	1007	*	1	- 2	1
BASE	1010	980	1009	981	1000	988		8	-	7	1000	991	4	11		10
HEEBNER SHALE	3401	-1411	3402	-1412	3395	-1407	-	4	19	5	3400	-1409		2	· 80	3
TORONTO	3418	-1428	3419	-1429	3418	-1430	+	2	+	1	3419	-1428	+	0	-	1
DOUGLAS SHALE	3436	-1446	3438	-1448	3430	-1442	14	4	æ	6	3437	-1446	+	0	¥:	2
BROWN LIME	3503	-1513	3504	-1514	3496	-1508	12	5	15	6	3504	-1513	+	0	36	1
LKC	3511	-1521	3512	-1522	3504	-1516	8	5	æ	6	3514	-1523	+	2	+	1
STARK S HALE	3701	-1711	3703	-1713	3696	-1708	35	3	35	5	3701	-1710		1	100	3
ВКС	3747	-1757	3746	-1756	3742	-1754	€ ,	3	a	2	3752	-1761	+	4	+	5
MARMATON	3768	-1778	3768	-1778	3762	-1774	7	4	18	4	3770	-1779	+	1	+	1
CONGLOMERATE	3790	-1800	3790	-1800	3785	-1797	12	3	8	3	3806	-1815	+	15	+	15
CONG. SAND/CHRT	3802	-1812	3802	-1812	3798	-1810	- 2	2	*	2						
SIMPSONSHALE	3882	-1892	3876	-1886	3872	-1884	-92	8	130	2	3884	-1893	+	1	+	7
SIMPSONSAND	3890	-1900	3886	-1896	3888	-1900	+	0	+	4	3892	-1901	+	1	+	5
ARBUCKLE	3947	-1957	3950	-19 60	3926	-1938	5	19	18	22	3947	-1956	4	1	2	4
RID	t	1	4050	-20.60		2		0.							F	

NIV.	0.00000000	20077500	40.50	20'00	7450AV05	2200000	2 1		Company Contract				
LTD	4049	- 2059	4		4026	- 2038	- 21		40 38 - 2047	- 12			
						<u>TE:</u>	<u>STED</u>		<u>TES</u>	STED.			
PROGNO	SIS		No.		DS	T#1 (3535-	3563) LKC "B	-D"	DST #1 (3350-3	3375) LKC "B- D"			
ANHYDRITE TOP	980	1010			2682)-45- <i>6</i> 0	4500	10-45-45-90				
HEEBNER SHALE	3402	-1412				Weak Su	rface Blow		IF: Fair Blow Built to 3IN				
LKC	3511	-1521				N	o BB		No	э ВВ			
Penn Cong	3797	-1807			NoB	low, Flushe	d Tool, good f	flush	FF: Fair Blow	Built to 3.5IN			
Simp Sand	3895	-1905			bubb	les, gained	weak surface	blow	No	o BB			
ARBUCKLE	3933	-1943			100000000	N	o BB	0.6000.96000	30' Gassy N	/lud w/TR Oil			
TD	4050	-2060				5' 1	MUD		SIP: 76	57-1051			
			3 6			SIP: 13	323-1310						
						INVAL	LID TEST		DST#2 (3785-38	65) Conglomerate			
							stuck inside a		15-4	45-20			
					pl	ugged from	a previous te	est)	240 Miles 2015 2410 Miles 2015	Built to 3/4IN o BB			
					DST	#2 (3774-38	19) Conglom	erate	Weak Surface Blow Died 20MIN				
					10-45-45-90				Pulled Test				
					Strong Blow BOB 30Sec				10' M				
					BB BOB, GTS 5MIN				SIP: 1	118-77			
						Strong Blov	w BOB 30SEC		11				
					Oil	Oil to surface 5 MIN into shut-in			DST#3 (3875-3	39 15) Simp Sand			
					2772' CGO				15-45	5-45-90			
						SIP: 1013-1019			Strong Blow BOB 1MIN 50SEC Good BB Built to 11IN				
					DS	T #3 (3857-	3897) Simp S	and	Strong Blow BOB 4MIN				
						15-45-45-90			BB BOB/GTS 60MIN				
						Fair Blow b	ouilt to 1.5IN		945	'CGO			
						N	o BB		SIP: 12	227-1149			
						Fair Blow	built to 4 IN						
							o BB			3958) Arbuckle			
						-	0%M, 20%O)		15-45-30-90				
	SIP: 718-559					10 000 000 00 00 0000 0000 0000 000	OB 1MIN 20SEC BB						
					DST#4 (3924-3931) Arbuckle			kle	Strong Blow BOB 2MIN 10SEC				
					15-45-45-90				No BB				
						Weak blow	v built to 21N		1953' W				
							o BB	101	SIP: 13	000-1329			
	No blow, flushed tool and gained				ined								
					good blow BOB								
					BB built to 2IN								
						270	9' CO						



DRILL STEM TEST REPORT

SIP: 1352-1332

Shelby Resource LLC

2717 Canal Blvd. Hays Kasnsas 67601

ATTN: Jeremy Schwartz

35-21s-16w-Pawnee

Viola 1-35

Job Ticket: 18316

DST#: 1

Test Start: 2014.04.28 @ 05:22:00

GENERAL INFORMATION:

Formation: Conglomerate

Deviated: Whipstock: ft (KB) Test Type: Conventional Bottom Hole (Initial) No

Time Tool Opened: 06:50:00 Tester: Dustin ⊟lis

3315-Great Bend-55 Time Test Ended: 12:29:30 Unit No:

Interval: 3784.00 ft (KB) To 3812.00 ft (KB) (TVD) Reference ⊟evations: 1990.00 ft (KB) Total Depth: 3812.00 ft (KB) (TVD) 1977.00 ft (CF)

Hole Diameter: 7.88 inches Hole Condition: Fair KB to GR/CF: 13.00 ft

Serial #: 6838

Press@RunDepth: 943.16 psig @ Capacity: 5000.00 psig ft (KB) Start Date: 2014.04.28 End Date: 2014.04.28 Last Calib.: 1899.12.30

Start Time: 05:23:00 End Time: 12:29:30 Time On Btm: 2014.04.28 @ 06:48:00 Time Off Btm: 2014.04.28 @ 09:43:30

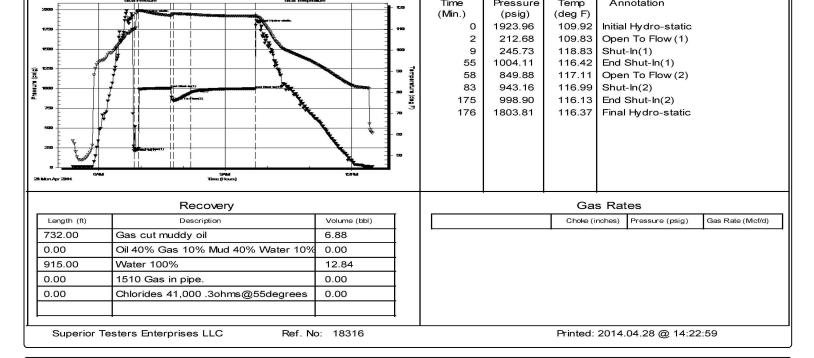
TEST COMMENT: 1st Open 10 minutes Strong building blow built to the bottom of a 5 gallon bucket of water in 1.5 minutes.

1st Shut in 45 minutes No blow back.

2nd Open 30 minutes Strong building blow built to the bottom of a 5 gallon bucket of water in 1.5 minutes.

2nd Shut in 90 minutes Yes blow back

PRESSURE SUMMARY Pressure vs. Time



DRILL STEM TEST REPORT

Shelby Resource LLC

2717 Canal Blvd. Hays Kasnsas 67601

ATTN: Jeremy Schwartz

35-21s-16w-Pawnee

Viola 1-35

Job Ticket: 18317 DST#: 2

Test Start: 2014.04.29 @ 06:40:00

GENERAL INFORMATION:

Formation: Viola

Deviated: Whipstock: ft (KB) No

Time Tool Opened: 08:58:30 Time Test Ended: 12:26:00

Interval: 3816.00 ft (KB) To 3880.00 ft (KB) (TVD)

4050.00 ft (KB) (TVD) Total Depth:

Hole Diameter: 7.88 inches Hole Condition: Fair

Test Type:

Conventional Straddle (Initial)

Tester: Dustin ⊟lis

Unit No: 3315-Great Bend-55

Reference Bevations: 1990.00 ft (KB)

1977.00 ft (CF)

KB to GR/CF: 13.00 ft

Serial #: 6651 Outside

Press@RunDepth: 103.98 psig @ 5000.00 psig 3818.16 ft (KB) Capacity: Start Date: 2014.04.29 End Date: 2014.04.29 Last Calib.: 2014.04.30

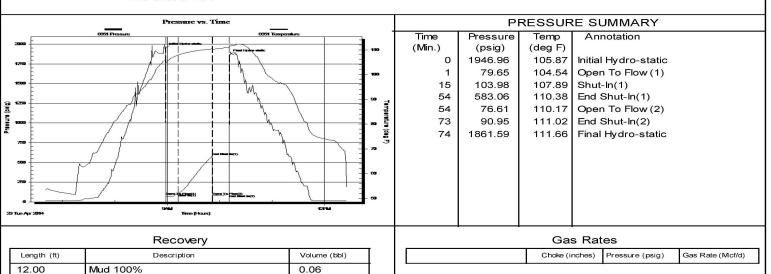
Start Time: 06:40:00 Time On Btm: 2014.04.29 @ 08:58:00 End Time: 12:26:00 Time Off Btm: 2014.04.29 @ 10:11:30

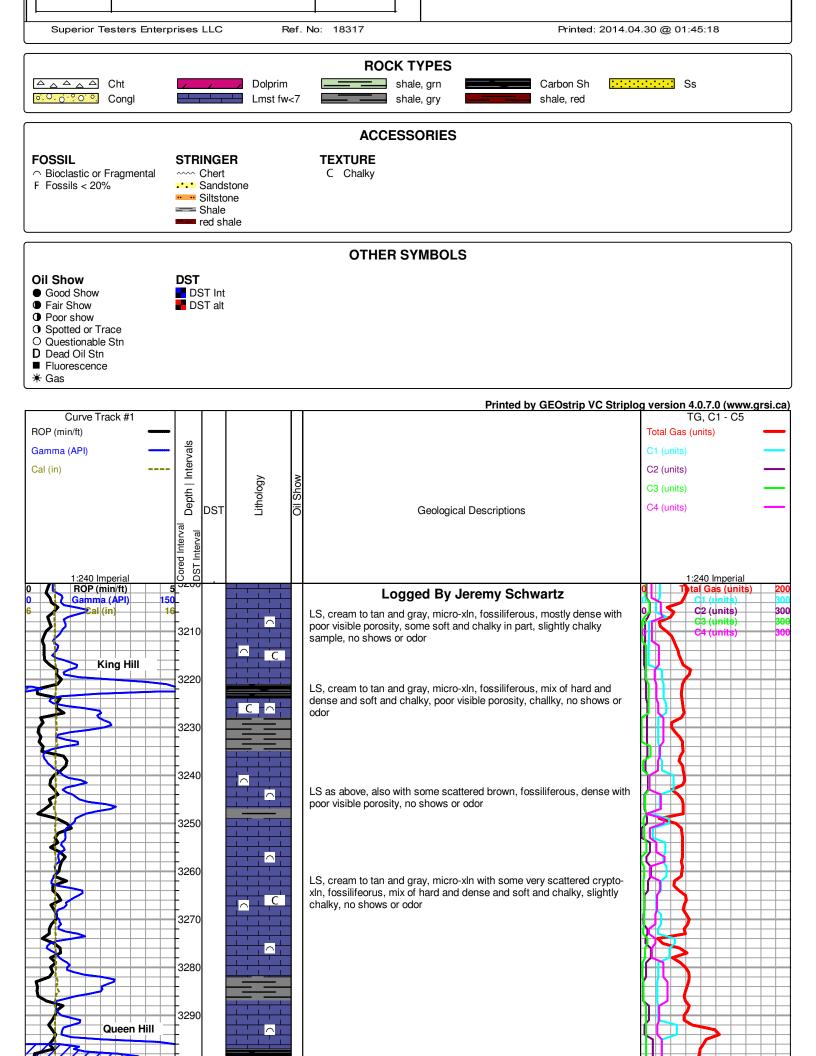
TEST COMMENT: 1st Open 10 minutes Weak blow built to 1/2 inches into a 5 gallon bucket of water.

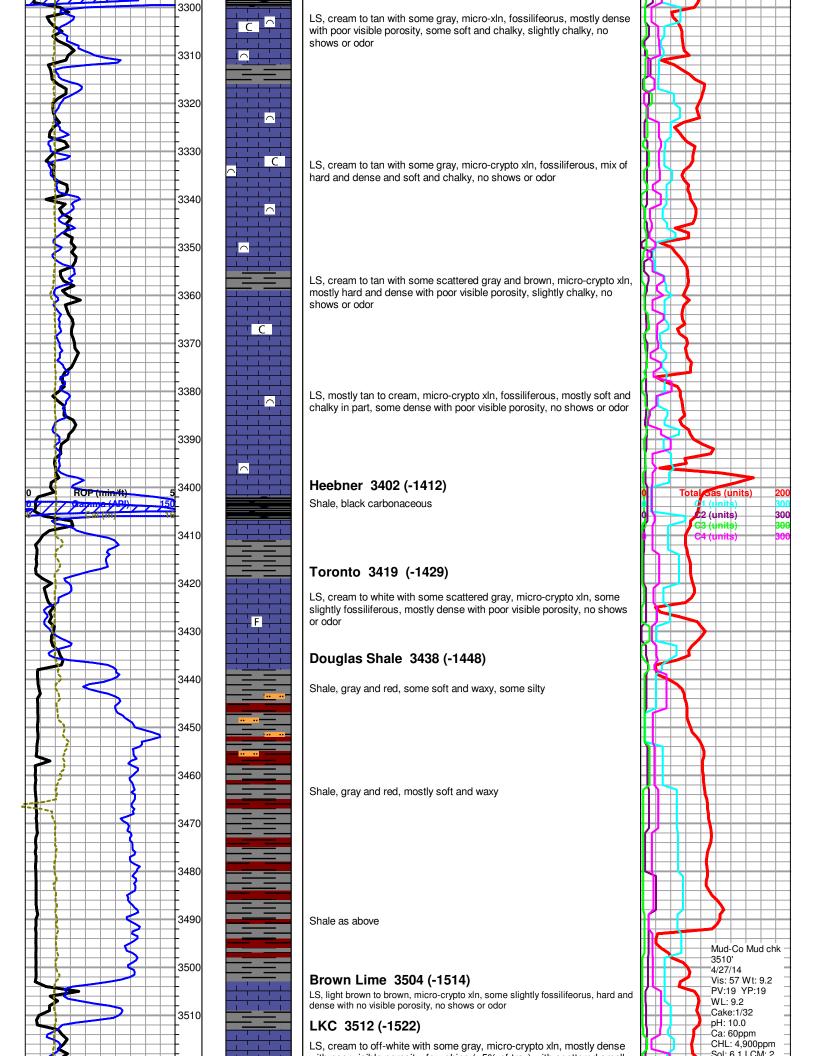
1st Shut in 45 minutes No blow back

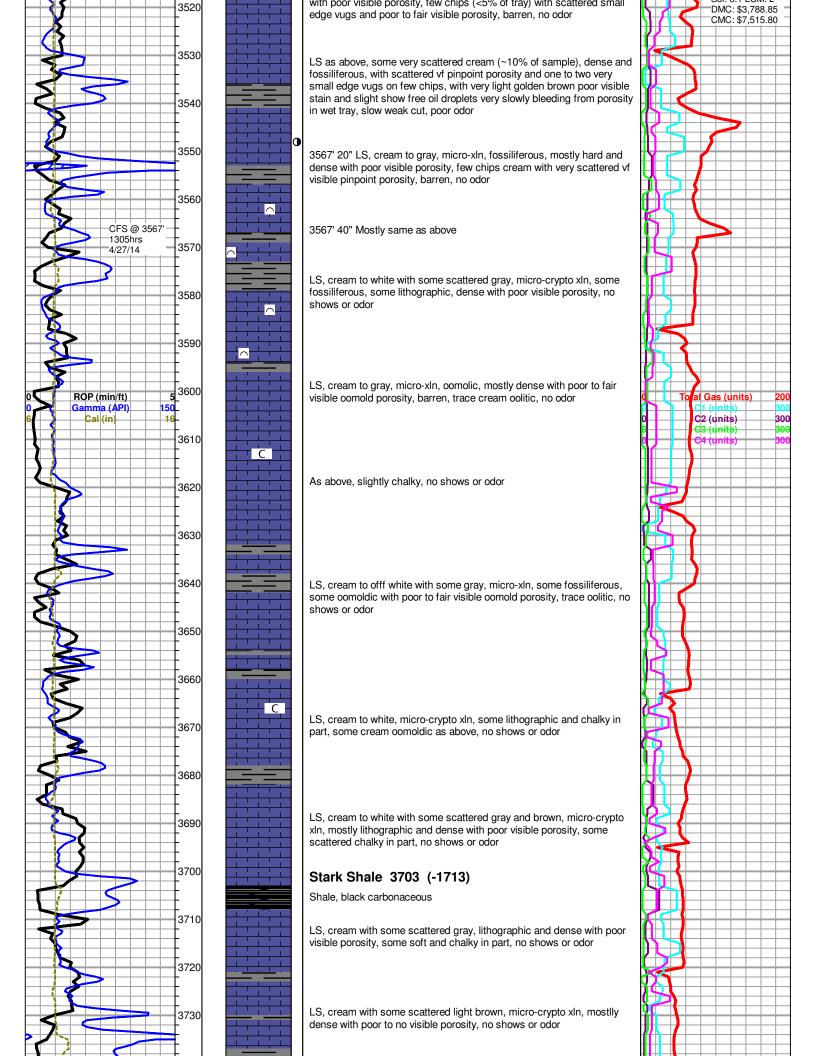
2nd Open 20 minutes Weak surface blow died off after 4 minutes Flushed tool weak blow that died off.

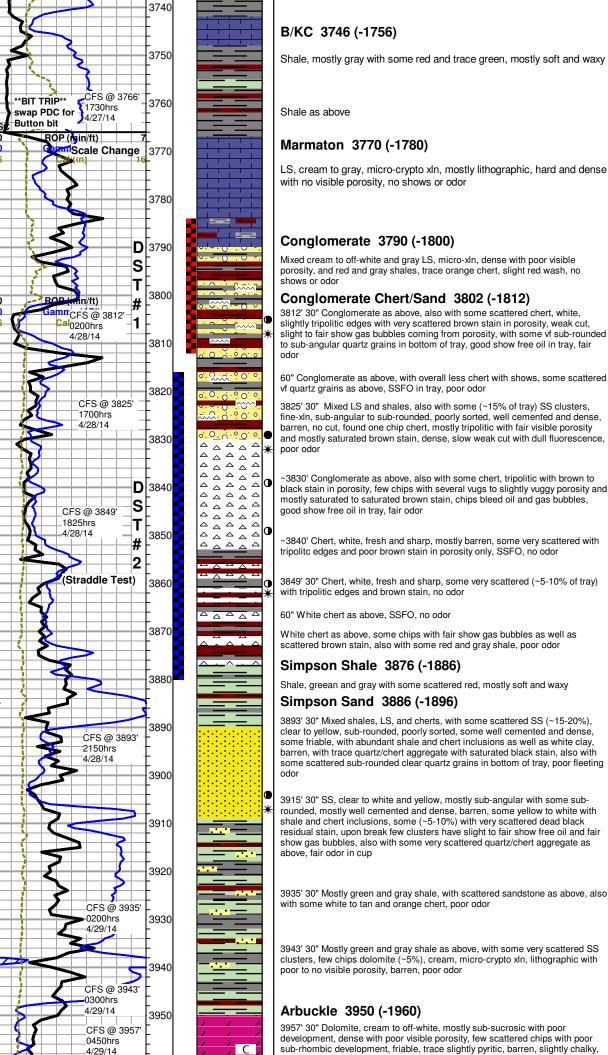
2nd Shut in N/A











Deviation Survey @ 3766' 1.25Degrees Strap @ 3812' .20STB Total Gas (units) C2 (units) C3 (units) Trip Gas from DST 1 400 Mud-Co Mud chk 3812 4/28/14

Vis: 58 Wt: 9.4 PV:20 YP:19 -WL: 8.8 Cake:1/32 pH: 10.0

. Ca: 40ppm CHL: 4,800ppm Sol. 7.5 LCM: 2

DMC: \$1.005.55 CMC: \$8,521.35

clear to yellow, sub-rounded, poorly sorted, some well cemented and dense, some friable, with abundant shale and chert inclusions as well as white clay, barren, with trace quartz/chert aggregate with saturated black stain, also with some scattered sub-rounded clear quartz grains in bottom of tray, poor fleeting

rounded, mostly well cemented and dense, barren, some yellow to white with residual stain, upon break few clusters have slight to fair show free oil and fair show gas bubbles, also with some very scattered quartz/chert aggregate as

clusters, few chips dolomite (~5%), cream, micro-crypto xln, lithographic with

development, dense with poor visible porosity, few scattered chips with poor

