

Geological Report

DK Operating, Inc.
Whitley #1-13
1537' FSL & 2305' FEL
Sec. 13 T20s R23w
Ness County, Kansas



DK Operating, Inc.

General Data

Well Data: DK Operating, Inc.
Whitley #1-13
1537' FSL & 2305' FEL
Sec. 13 T20s R23w
Ness County, Kansas
API # 15-135-25780-0000

Drilling Contractor: Pickrell Drilling Rig #1

Geologist: Jason T Alm

Spud Date: June 10, 2014

Completion Date: June 18, 2014

Elevation: 2202' Ground Level
2209' Kelly Bushing

Directions: Bazine KS, South 6 mi. to 70 Rd. West 6 mi. to Y
Rd. South 3 ½ mi. West into location.

Casing: 210' 8 5/8" surface casing
4309' 5 1/2" production casing

Samples: 10' wet and dry, 4000' to RTD

Drilling Time: 3500' to RTD

Electric Logs: None

Drillstem Tests: Two, Trilobite Testing, Inc. "Brett Dickinson"

Problems: Cedar Hills flowed about 200 bbls of water while
the rig was making a bit trip @ 3450'.

Remarks: None

Formation Tops

	DK Operating, Inc. Whitley #1-13 Sec. 13 T20s R23w 1537' FSL & 2305' FEL
Formation	
Anhydrite	1400', +809
Base	1434', +775
Heebner	3636', -1427
Lansing	3684', -1475
BKc	4011', -1802
Pawnee	4128', -1919
Fort Scott	4198', -1989
Cherokee	4223', -2014
Mississippian	4287', -2078
Osage	4297', -2088
RTD	4310', -2101

Sample Zone Descriptions

Fort Scott (4198', -1989): **Covered in DST #1**
 Ls – Fine crystalline with scattered poor inter-crystalline porosity, light to fair oil stain and saturation, slight show of free oil when broken, light odor, good yellow fluorescents.

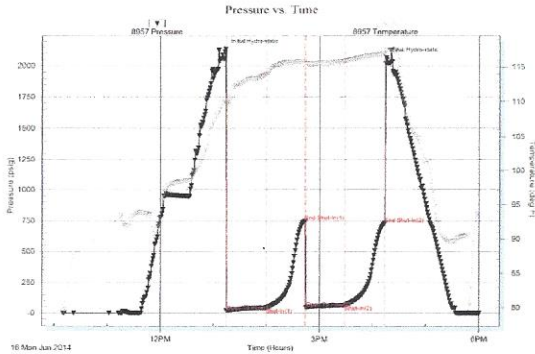
Mississippian Osage (4297', -2088): **Covered in DST #2**
 Δ – Dolo – Fine sucrosic crystalline with poor inter-crystalline porosity, very heavy chert, mostly fresh with scattered good vuggy porosity, light to fair oil stain in porosity, fair show of free oil, good odor, bright yellow fluorescents.

Drill Stem Tests
 Trilobite Testing, Inc.
 "Brett Dickinson"

DST #1 Fort Scott

Interval (4172' – 4230') Anchor Length 58'

IHP – 2136 #
 IFP – 45" – Built to 6 ½ in. 19-43 #
 ISI – 45" – Dead 751 #
 FFP – 45" – Built to 6 ½ in. 44-64 #
 FSI – 45" – Dead 732 #
 FHP – 2067 #
 BHT – 117°F

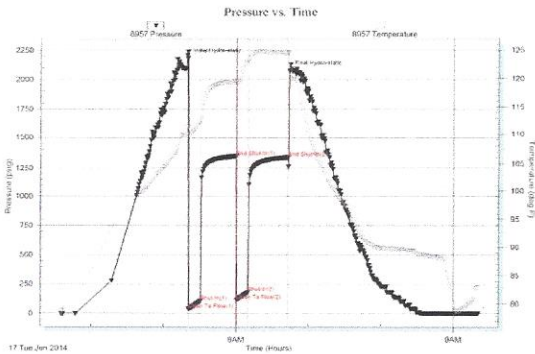


Recovery: 180' GIP
 105' GVSOWCM 5% Oil, 10% Water

DST #2 Mississippian Osage

Interval (4300' – 4308') Anchor Length 8'

IHP – 2181 #
 IFP – 10" – B.O.B. 3 ½ min. 38-106 #
 ISI – 30" – Built to 2 ½ in. 1348 #
 FFP – 10" – B.O.B. 4 ½ min. 113-181 #
 FSI – 30" – Built to 2 in. 1339 #
 FHP – 2075 #
 BHT – 124°F



Recovery: 195' GIP
 385' GCO
 60' GVSOWCM 5% Oil, 25% Water

Structural Comparison

	DK Operating, Inc. Whitley #1-13 Sec. 13 T20s R23w 1537' FSL & 2305' FEL	Mull Drilling Whitley #2 Sec. 13 T20s R23w C NW SE		Shell Oil Co. Maranville #1-13 Sec. 13 T20s R23w C NE SW	
Formation					
Anhydrite	1400', +809	1406', +810	(-1)	1408', +803	(+6)
Base	1434', +775	1443', +773	(+2)	NA	NA
Heebner	3636', -1427	3646', -1430	(+3)	3644', -1433	(+6)
Lansing	3684', -1475	3690', -1474	(-1)	3693', -1482	(+7)
BKc	4011', -1802	NA	NA	NA	NA
Pawnee	4128', -1919	NA	NA	4140', -1929	(+10)
Fort Scott	4198', -1989	NA	NA	4210', -1999	(+10)
Cherokee	4223', -2014	NA	NA	NA	NA
Mississippian	4287', -2078	4294', -2078	FL	4302', -2091	(+13)
Osage	4297', -2088	4311', -2095	(+7)	4310', -2099	(+11)

Summary

The location for the Whitley #1-13 was found via 3-D seismic survey. The new well ran structurally as expected via the survey. Two Drill Stem Tests were conducted one of which recovered commercial amounts of oil from the Mississippian Osage Formation. After all gathered data had been examined the decision was made to run 5 ½ inch production casing to further evaluate the Whitley #1-13 well.

Recommended Perforations

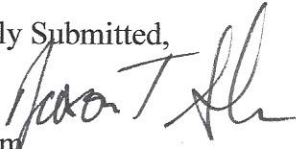
Primary:

Mississippian Osage (4297' – 4307') **DST #2**

Before Abandonment:

Fort Scott (4215' – 4220') **DST #1**

Respectfully Submitted,


Jason T Alm
Hard Rock Consulting, Inc.