

Scale 1:240 Imperial

Well Name: Arkansas River Unit #1-3

Surface Location: 2206' FNL, 1382' FEL Sec. 3-22S-16W

Bottom Location:

API: 15-145-21792-00-00

License Number:

Spud Date: 12/8/2014 Time: 8:30 PM

Region: Pawnee County

Drilling Completed: 12/14/2014 Time: 8:15 AM

Surface Coordinates:

Bottom Hole Coordinates:

Ground Elevation: 1986.00ft K.B. Elevation: 1999.00ft

Logged Interval: 3200.00ft To: 4100.00ft

Total Depth: 4100.00ft

Formation: Simp/Cong Sand

Drilling Fluid Type: Chemical/Fresh Water Gel

OPERATOR

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

Lakewood, CO 80228

Contact Geologist: Janine Sturdavant

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

Well Name: Arkansas River Unit #1-3

Location: 2206' FNL, 1382' FEL Sec. 3-22S-16W API: 15-145-21792-00-00

Pool:

Field: Zook

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 Arkansas River Unit #1-3 was drilled to a total depth of 4100', bottoming in the Arbuckle. A TookeDaq gas detector was employed in the drilling of said well.

2 DST's were conducted. The reports can be found at the bottom of this log.

Due to the DST results, gas kicks, sample shows, and log analysis, it was determined by all consenting parties to furthur test the well through production pipe. 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

CONTRACTOR

Contractor: Sterling Drilling Co

Rig #: 5

Rig Type: mud rotary

Spud Date: 12/8/2014 Time: 8:30 PM

ID Date: rime: 8:15 AIVI Time:

Rig Release:

ELEVATIONS

Ground Elevation: K.B. Elevation: 1999.00ft 1986.00ft

K.B. to Ground: 13.00ft

<u>DATE</u>	DEPTH	ACTIVITY
Thursday, December 11, 2014	3450'	Geologist Jeremy Schwartz on location @ 1730hrs, ~3450', Drlg ahead through
		Douglas Shale, Brown Lime, LKC, Stark,
Friday, December 12, 2014	3750'	Drlg ahead through BKC, CFS @ 3802', CTCH 1hour, Conduct Bit Trip, Drop Survey,
	38051	Strap Out, Swap PDC for Button Bit, Resume Drlg, CFS @ 3864',
	3864'	Conduct DST #1 in the Conglomerate,
Saturday, December 13, 2014	3864'	Successful Test, Resume Drlg, CFS @ 3893', CFS @ 3930', CFS @ 3945',
	3945'	Conduct DST #2 in the Simpson Sand,
Sunday, December 14, 2014	3945'	Successful Test, Resume Drlg, CFS @ 3996', Resume Drlg ahead to TD @ 4100'
	4100'	TD of 4100' reached @ 0815hrs, CTCH 1 hour then OOH, Conduct Logging Operations,
	3	Logging Operations Complete @ 1630hrs
		Geologist Jeremy Schwartz off location @ 1700hrs

CLIENT:	SHELBY RESOURCES, LLC
WELL NAME:	ARKANSAS RIVER UNIT #1-3
LEGAL;	CS/2S/2NE/4 3-22S-16W
COUNTY:	PAWNEE COUNTY, KS
API:	15-145-21 792-00-00
DRLG CONTRACTOR:	STERLING DRILLING CO.
RIG#:	5
DOGHOUSE#;	620-388-5433
TOOLPUSHER:	ALAN LOFTIS
CELL #:	620-388-2736

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						CAPTIV	/A II, I	.LC				CAPTIV	/A II, I	.LC				DAVIS	S-CHILL)		
_						WARD COU	U YTW	NIT #1	-3			BUST	ER #1-	3				BUST	TER #1	į		
	AF	RKANSAS RI	VER UNIT#	1-3	E/2-NW-NE-NE 3-22S-16W					NE-NE-NW-SW 3-22S-16W						C-NE-NE-SW						
	KB		1999		KB		19	999			KB		19	999			KB		20	003		
o b	LOG	TOPS	SAMPI	E TOPS		. CARD	L	OG	SM	IPL.		. CARD		OG	SIV	IPL.	COMP	Contract of the Contract of th		0G	SIV	IPL.
FORMATION	DEPTH	DATUM	DEPTH	DATUM		DATUM	CO	RR.	CO			DATUM	CO	RR.	co		DEPTH	DATUM	CO	RR.	co	RR.
ANHYDRITE TOP	1000	999	1002	997	995	1004	*	5		7	995	1004		5	2	7	1000	1003	-	4	-	6
BASE	1024	975	1025	974	1018	981	-	6		7	1016	983	-	8	100	9	10 25	978	+	3	-	4
ТОРЕКА	3160	-1161			3147	-1148		13			3137	-1138		23								
HEEBNER SHALE	3430	-1431	3428	-1429	3414	-1415		16	- 6	14	3403	-1404	4	27	100	25	3436	-1433	+	2	+	4
TORONTO	3446	-1447	3446	-1447	3430	-1431	*	16	*	16	3424	-1425	*	22	*	22	3450	-1447	+	0	+	0
DOUGLAS SHALE	3463	-1464	3462	-1463	3448	-1449	4	15	14	14	3437	-1438	9	26	0	25	3470	-1467	+	3	+	4
BROWN LIME	3540	-1541	3538	-1539	3524	-1525	*	16		14	3510	-1511	1	30	2	28	3544	-1541	+	0	+	2
LKC	3549	-1550	3550	-1551	3538	-1539	10	11	70	12	3518	-1519	7	31	0	32	3562	-1559	+	9.	+	8
STARKSHALE	3735	-1736	3734	-1735	3717	-1718	*	18		17	3711	-1712	-	24	100	23	3746	-1743	+	7.	+	8
BKC	3787	-1788	3786	-1787	3770	-1771	10	17	188	16	3764	-1765	7	23	10	22	3798	-1795	+	7	+	8
MARMATON	3810	-1811	3806	-1807	3790	-1791	11	20	9	16	3783	-1784	4	27	9	23	38 20	-1817	+	6	+	10
CONGLOMERATE	3824	-1825	3836	-18 37	3816	-1817	10	8	*	20	38 10	-1811		14	***	26	38 70	-1867	+	42	+	30
CONG. SAND	3857	-1858	3856	-1857	3854	-1855	19	3		2	38 29	-1830	1/4	28	9	27	3906	-1903	.+	45	+	46
LOWER CONG. SAND	3885	-1886	3886	-1887																		
SIMPSONSHALE	3917	-1918	3914	-1915	3890	-1891		27	- 2	24	38 39	-1840	4	78	100	75	3947	-1944	+	26	+	29
SIMPSONSAND	3934	-1935	3933	-1934	3908	-1909		26		25							39 67	-1964	+	29	+	30
ARBUCKLE	3991	-1992	3991	-1992	3960	-1961	12	31	3	31	38 79	-1880	V.	112	8	112	40 33	-2030	+	38	+	38
RTD			4100	-2101	4040	- 2041				60	39 70	-1971				130	40 65	-2062			-	39
LTD	4041	-2042		di .	4041	-2042	+	0			39 66	-1967	- 24	75			40 64	-2061	+	19		

PROG	INOSIS:	
ANHYDRITE TOP		1999
HEEBNER SHALE	3424	-1425
LANSING	3548	-1549
BKC	3780	-1781
PENN CONG	3872	-1873
ARBUCKLE	3964	-1965
TD	4000	-2001

TESTED DST#1 (3806-3849) Conglomerate

10-45-15 Weak Surface Blow No BB No Blow/Flush Tool/Good Surge/ Still Weak Surface/Pull Test 15'Mud SIP: 113-N/A

DST #2 (3879-3919) Simp Sand

15-45-60-90 Strong Blow BOB 1" BB BOB 5" Strong Blow BOB 45SEC/GTS 2" BB BOB 3MIN 30SEC 2425' CGO, 63' MCGO (080%/G10%) SIP: 1150-1137

DST #3(3960-3966) Arbuckle 15-45-60-90 Strong Blow BOB 13MIN 30SEC

TESTED DST#1 (3758-3855) Cong/Viola

10-45-70-90 Strong Blow BOB 1" Surface BB Surge at Open then Weak Surface Flush Tool/BOB 1" GTS 41" BB BOB 1" 2772' SMCGO (065%/G30%) 189' OCGM (O25%/G25%)

63' SOCM (05%)

SIP: 1239-1226

DST#2 (3873-3895) Arbuckle

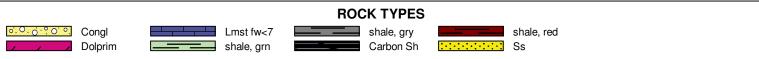
10-45-30-60 Strong Blow BOB 40SEC BB 3/4" Strong Blow BOB 306EC No BB 2614'SMGCW (W95%/G3%) 189' MW

SIP: 1311-1310

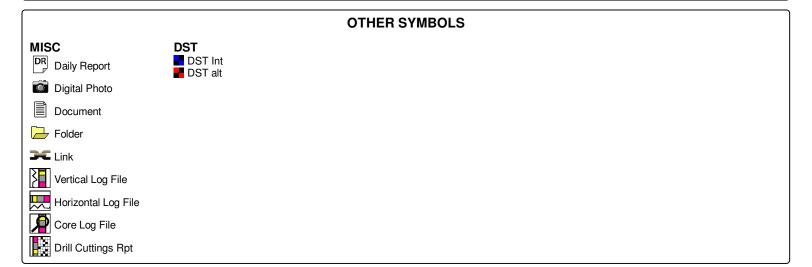
TESTED No DST's Strong Blow BOB 1MIN 30SEC

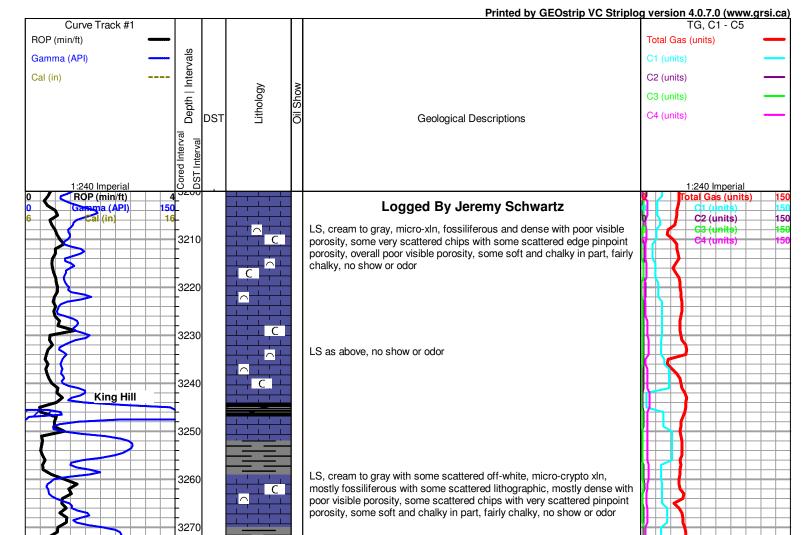
No BB

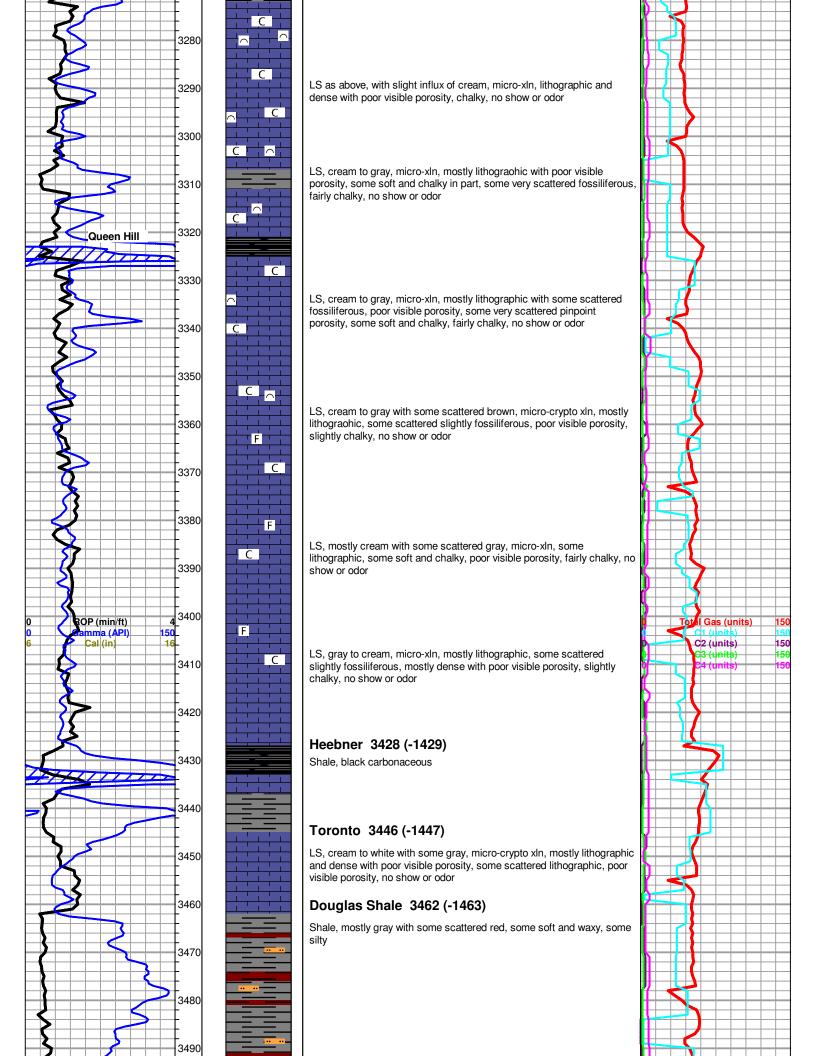
1890' SM GCW (W95%/G3%)

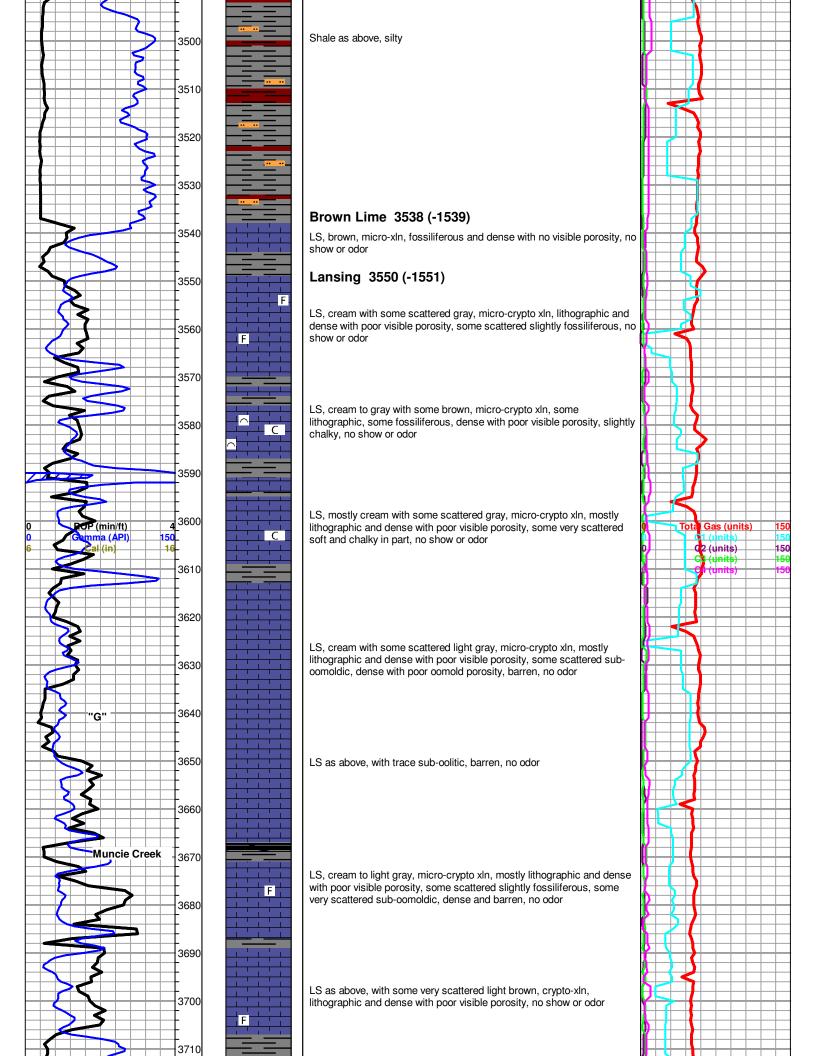


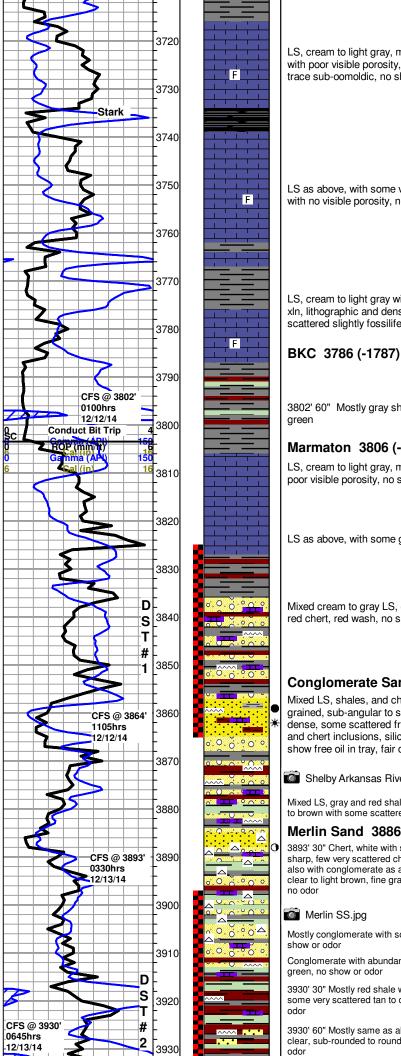
MINERAL FOSSIL STRINGER TEXTURE △ Chert White Bioclastic or Fragmental F Fossils < 20% Chert C C Chalky □ Limestone □ Siltstone □ Shale □ red shale











LS, cream to light gray, micro-crypto xln, mostly lithographic and dense with poor visible porosity, some very scattered slightly fossiliferous with trace sub-oomoldic, no show or odor

LS as above, with some very scattered light brown, crypto-xln, dense with no visible porosity, no show or odor

LS, cream to light gray with some scattered light brown, micro-crypto xln, lithographic and dense with poor visible porosity, some very scattered slightly fossiliferous, no show or odor

3802' 60" Mostly gray shale with some very scattered red and trace

Marmaton 3806 (-1807)

LS, cream to light gray, micro-crypto xln, lithographic and dense with poor visible porosity, no show or odor

LS as above, with some gray and red shale, no show or odor

Mixed cream to gray LS, gray and red shales, and scattered orange to red chert, red wash, no show or odor

Conglomerate Sand 3856 (-1857)

Mixed LS, shales, and cherts as above, with SS, brown to clear, finegrained, sub-angular to sub-rounded, mostly fairly well cemented and dense, some scattered friable, some slightly chalky, some with shale and chert inclusions, silicious, some bleeding oil and gas bubbles, good show free oil in tray, fair odor

Shelby Arkansas River Unit 1-3 dst 1.jpg

Mixed LS, gray and red shale with trace green, and mixed orange to red and tan to brown with some scattered cream cherts, red wash, no show or odor

Merlin Sand 3886 (-1887)

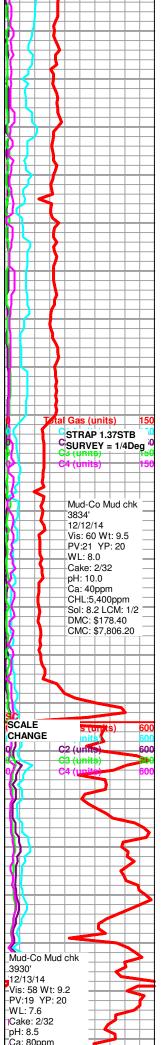
3893' 30" Chert, white with some scattered tan to brown and red, fresh and sharp, few very scattered chips with tripolitic edges and scattered black stain, also with conglomerate as above, found a couple very small sand clusters, clear to light brown, fine grained, mostly sub-rounded and well sorted, friable,

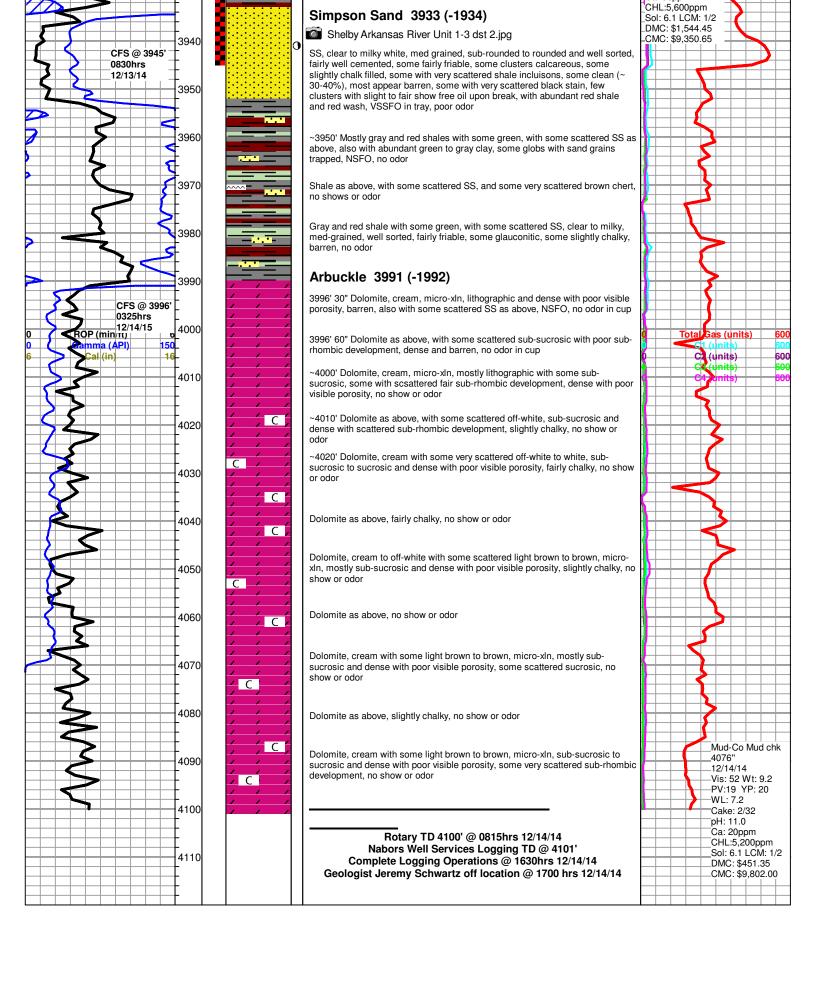
Mostly conglomerate with some white to tan and brown chert, red wash, no

Conglomerate with abundant red and gray shale with some very scattered

3930' 30" Mostly red shale with some gray and very scattered green, also with some very scattered tan to cream and gray cherts, heavy red wash, no show or

3930' 60" Mostly same as above, also found few very scattered SS clusters, clear, sub-rounded to rounded, f-med grained, fairly friable, chalky, barren, no





Shelby Arkansas River Unit 1-3 dst 1.jpg



DRILL STEM TEST REPORT

Shelby Resources L.L.C

3-22s-16w Pawnee

445 Union Blvd Suite 208 Lakew ood CO 80228

Arkansas River Unit

Job Ticket: 61894

Tester:

Unit No:

DST#: 1

1986.00 ft (CF)

ATTN: Jeremy Schwartz

Test Start: 2014.12.12 @ 14:10:00

Jared Scheck

S5-Great Bend-50

GENERAL INFORMATION:

Formation: Conglomerate

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

Time Tool Opened: 15:58:00 Time Test Ended: 22:57:30

Interval:

3825.00 ft (KB) To 3864.00 ft (KB) (TVD) Reference Bevations: 1999.00 ft (KB)

Total Depth: 3864.00 ft (KB) (TVD)

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

Serial #: 6999 Outside

Press@RunDepth: 147.02 psig @ 3861.00 ft (KB) Capacity: 5000.00 psig

 Start Date:
 2014.12.12
 End Date:
 2014.12.12
 Last Calib.:
 2014.12.13

 Start Time:
 14:11:00
 End Time:
 22:57:30
 Time On Btm:
 2014.12.12 @ 15:57:30

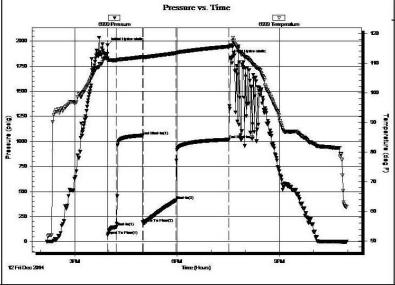
Time Off Btm: 2014.12.12 @ 19:34:00

TEST COMMENT: IFP-15 Minutes-Strong blow built bottom of bucket in 3 minutes

ISIP-45 Minutes-Blow back 8 inches

FFP-60 Minutes-Strong blow built bottom of bucket in 3 minutes

FSIP-90 Minutes-Blow back bottom of bucket



		PF	RESSUR	RE SUMMARY	
. [Time	Pressure	Temp	Annotation	
	(Mn.)	(psig)	(deg F)		
	0	1958.76	111.50	Initial Hydro-static	
	1	63.82	110.78	Open To Flow (1)	
1	16	147.02	110.92	Shut-In(1)	
	62	1059.45	112.06	End Shut-In(1)	
adme	63	187.09	111.88	Open To Flow (2)	
Temperature (deg F)	121	411.67	113.35	Shut-In(2)	
0 e b	213	1017.79	115.53	End Shut-In(2)	
J	217	1839.23	115.89	Final Hydro-static	
				900	

Recovery

Length (ft)	Description	Volume (bbl)
330.00	Oil 90% 10%mud	1.62
720.00	Gas oil 10%gas 90%Oil	10.10
0.00	gas in pipe 3525	0.00

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

Trilobite Testing, Inc Ref. No: 61894 Printed: 2014.12.13 @ 11:09:02

Merlin SS.jpg

Shelby Arkansas River Unit 1-3 dst 2.jpg



DRILL STEM TEST REPORT

Shelby Resources L.L.C 3-22s-16w Pawnee

445 Union Blvd Suite 208 Lakew ood CO 80228 **Arkansas River Unit**

Job Ticket: 61895

Tester:

Unit No:

ATTN: Jeremy Schwartz Test Start: 2014.12.13 @ 11:45:00

GENERAL INFORMATION:

Formation: Simpson Sand

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

Time Tool Opened: 13:48:00 Time Test Ended: 20:04:00

S5-Great Bend -50 3897.00 ft (KB) To 3945.00 ft (KB) (TVD) Interval:

Total Depth: 3945.00 ft (KB) (TVD)

1999.00 ft (KB) Reference Elevations: 1986.00 ft (CF)

Jared Scheck

DST#: 2

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

Serial #: 8400

Press@RunDepth: 5000.00 psig ft (KB) Capacity: 1138.95 psig @

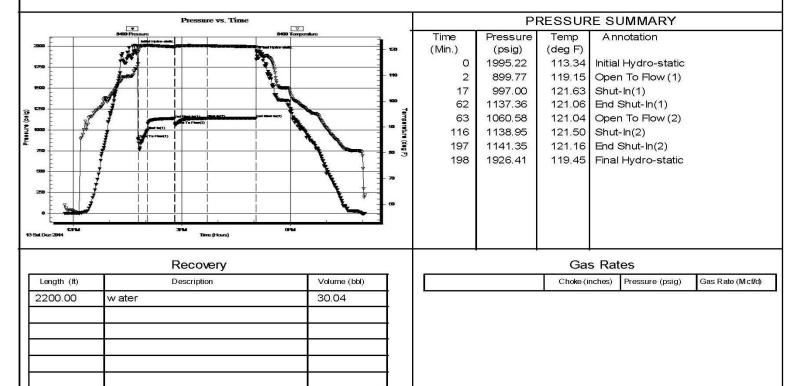
2014.12.13 Start Date: 2014.12.13 Fnd Date: 2014.12.13 Last Calib.: Start Time: 11:46:00 End Time: 20:04:00 Time On Btm: 2014.12.13 @ 13:46:30 Time Off Btm: 2014.12.13 @ 17:04:00

TEST COMMENT: IFP- 15 Minutes-Strong blow built bottom of bucket in 1 minute

ISIP-45 Minutes-No blow back

FFP-45 Minutes-Strong blow built bottom of bucket in 1 minute

FSIP-90 Minutes-No blow back



Ref. No: 61895 Printed: 2014.12.13 @ 22:14:31 Trilobite Testing, Inc