

TAX ID 81-1373543
 Field Ticket Date:

Monday, March 13, 2017

Bill To:	Job Name:	02 Production/Long	String Set@5244
MERIT ENERGY COMPANY	Well Location:	Haskell, KS	- Sel@5244
Liberal, KS 67901	Well Name:	Reeve	50sx RH
P O Box 1293 / 1900 W 2nd St	Well Number:	#1	000,000
	Well Type:	New Well	
	Rig Number:	Duke Drilling # 9	
	Shipping Point:	Liberal, KS	
	Sales Office:	Mid Con	

PERS	ONEL	EQUI	PMENT
Hector Equeda	Alex A.	531-4-541-5	868-4-642-5
Carlos Ibarra		1039-2	A second s

SERVICES - SERVICES - SERVICES							
Description	QTY	UOM	Unit Amt	Gross Amt	Unit Net	Discount	Net Amount
PUMP, CASING CEMENT 5001-6000 FT	1.00	min. 4 hr	3,099.25	3099.25	1,022.75	67.0%	1,022.75
CMLP	1.00	per day	275.00	275.00	90.75	67.0%	90.75
PHDL	386.00	per cu. Ft.	2.48	957.28	0.82	67.0%	315.90
DRYG	807.00	ton-mile	2.75	2219.25	0.91	67.0%	732.35
MILV	50.00	per mile	4.40	220.00	1.45	67.0%	72.60
МІНV	50.00	per mile	7.70	385.00	2.54	67.0%	127.05
FLOAT	EQUIPM	ENT FLOAT	EQUIPM	ENT FL	OAT EQU	IPMENT	
GS-5.5	1.00	each	281.00	281.00	126.45	55.0%	126.45
SSFC-5.5	1.00	each	725.00	725.00	326.25	55.0%	326.25
TRP-5.5	1.00	each	85.00	85.00	38.25	55.0%	38.25
CEN - 5.5	20.00	each	57.00	1,140.00	25.65	55.0%	513.00
	MA	TERIALS - M	ATERIALS	- MATER	IALS		
CW-HVS	12.00	bbl	58.70	704.40	19.37	67.0%	232.45
CB-ASA	280.00	sack	23.50	6,580.00	7.76	67.0%	2,171.40
CFL-210	132.00	pound	18.90	2,494.80	6.24	67.0%	823.28
CLC-KOL	1400.00	pound	0.98	1,372.00	0.32	67.0%	452.76
CLC-CPF	70.00	pound	2.97	207.90	0.98	67.0%	68.61
ADDI	TIONAL IT	EMS - ADDIT	IONAL IT	EMS - AD	DITIONAL	ITEMS	
Additional hours, in excess of set hours	2.00	per hour	440.00	880.00	145.20	67.0%	290.40
					Gross	Discount	Final
				Services Total	7,155.78	4,794.37	2,361.41
				uipment Total	2,231.00	1,227.05	1,003.95
w				laterials Total ditional Items	11,359.10 880.00	7,610.60 589.60	3,748.50 290.40
Customer Agent:			Au	Final Total	21,625.88	14,221.62	7,404.26
This output does NOT include taxes. Applicaple sal Customer hereby acknowledges receipt of the mater I have read and understand the "GENERAL TERM	ials and services a	lescribed above and o	n the attached do	cuments.			
Customer Signature Field Ticket Total (USD):							\$7,404.26



ACCESS TO WELLAND WELL SITE STORAGE

Customer shall provide at its expense adequate access to and from the well site, and shall obtain all permits, licenses or other authorization required for BI to enter upon work areas for the purposes contemplated. Customer shall provide proper storage space at the well site, meeting all applicable safety and security requirements and consistent with good industry practices, for the Tools and Products, including, without limitation, all radioactive materials. BJ reserves the right not to perform Work if the job or conditions of the location render such performance inadvisable.

RADIOACTIVE SOURCES

mer agrees to comply with all applicable governmental regulations governing the use and handling of radioactive sources. In the event a radioactive source becomes stuck in a well, Customer, at Customer's sole risk and expense will make a reasonable attempt to recover such radioactive source in accordance with 10 C.F.R § 39.15(a)(1)-(4) or other applicable regulations and use special precautions to prevent damaging the source during recovery operations. If the source cannot be recovered, Customer, at Customer's sole risk and expense, will isolate the radioactive material by cementing it in place or by other means consistent with 10 C.F.R § 39.15 or other applicable statutes or regulations.

10.

- STANDARD OF PERFORMANCE Services: BI warrants (i) that all Services shall be performed in compliance with all applicable laws, rules and regulations (including all safety codes, statutes, regulations, precautions, and procedures) and utilizing all necessary Protective equipment and devices, (ii) that all Services shall be done with the utmost skill, care and diligence in a good and workmanilis manner, in accordance with the utmost skill, care and diligence in a good and workmanilis manner, in accordance with the terms hereof, the specifications set forth in the applicable Order, and good industry standards of performance and in a timely manner; and (iii) that BJ, its subcontractors and their employees are sufficiently experienced and suitably trained to perform the Services. In the event that the Services fail to conform to such specifications, BJ shall re-perform that part of the non-conforming Services, provided BJ is notified in writing by Customer prior to demobilization.
- Products: BJ warrants that the Products shall conform to BJ's published specifications or the specifications agreed to in writing. If any of the Products fail to conform, BJ shall repair or replace the non-conforming Products, or issue credit to the Customer. In the event BJ is requested to develop, manufacture, test or use Products that are intended to satisfy a unique need identified by Qustomer and are not "standard" Products of BJ ("Specialty Products"), Qustomer recognizes and agrees that Specialty Products may not have or contain the same or similar characteristics as BJ's standard Products, including historical performance against which future performance can be measured. In developing, manufacturing, testing and using any Specialty Product, BI will be relying upon information and specifications provided by Customer regarding its unique needs, and will have no responsibility for the design, manufacture or engineering of any such Specialty Product. Upon inspection, if the Specialty Product fails to meet the specifications agreed to inwriting by Customer, then BJ shall, at its option, repair or replace the non-conforming specialty Products with the type originally furnished to Customer or substitute with standard Products. Bi's warranty obligations are non-transferrable and void if the non-conformity were caused by (i) Customer's failure to properly store or maintain the Products, (ii) abnormal well conditions, abrasive materials, corrosion due to aggressive fluids or incorrect specifications provided by Customer, (iii) unauthorized alteration of the Products, (iv) loss or damage while on Customer's site due to any negligence, vandalism or force majeure, or (v) use or handling by Customer in a manner inconsistent with BI's recommendations. Further, BI's warranty obligations shall terminate if Customer fails to perform its obligations under these Terms and Conditions. All transportation charges and removal and reinstallation charges related to the repair or replacement of non-conforming Products shall be borne by Customer, including shipment to BI's facility.
- Goods: BI shall assign any vendor or supplier's warranty to Customer for any Products or G. goods purchased, to the extent such warranties are assignable
- Interpretations, research, analysis, recommendations, advice or H. Recommendations. interpretational data (specifically including, without limitation, any engineering designs, geological studies or analyses, well programs, reservoir models, production optimization or management programs) ("Recommendations") furnished by B are opinions based upon inferences from measurements, empirical relationships and assumptions, and industry practice. The inferences, assumptions and practices are not infallible, and with respect to which professional geologists, engineers, drilling consultants, and analysts may differ. Accordingly, BJ does not warrant the accuracy, correctness, or completeness of any

11. <u>INTELLECTUAL PROPERTY</u> BJ intends to protect its intellectual property. Customer shall not resell the Products (or drawings related thereto) to others or reverse engineer or permit others to reverse engineer for the purpose of manufacturing similar Products. BJ owns and has legal rights to practice certain copyrights, marks, patents or pending applications on certain technology and items related to the Services or Products furnished. In the event that BJ makes any improvements on such technology, then BJ shall own all such improvements, including drawings, specifications, calculations and other documents.

BJ warrants that the use or sale of Products will not infringe valid patents of others by reason of the use or sale of such Products, and hereby agrees to RELEASE, DEFEND, INDEMNIFY AND HOLD CUSTOMER GROUP HARMLESS FROM AND AGAINST ALL CLAIMS for infringement of any such patent, provided that Customer shall promptly notify BJ in writing upon receipt of any claim for infringement, or upon the filing of any such suit for infringement, whichever first occurs, and shall afford BJ full opportunity, at BJ's option and expense, to answer such claim or threat of suit, assume the control of the defense of such suit, and settle or compromise same in any way BJ assume the common of the elements of state and any state of components state in any very us sees fit. BI does not warrant that such Products: (i) will not infringe any such patent when not of BV's manufacture, or specially made, in whele or in part, to the Customer's design specifications; or (ii) if used or sold in combination with other materials or apparatus or used in the practice of processes, will not, as a result of such ombination or use, infringe any such patent, and BJ shall not be liable; AND CUSTOMER SHALL RELEASE, DEFEND, INDEMNIFY AND HOLD BJ HARMLESS FOR DAMAGES OR LOSSES OF ANY NATURE WHATSOEVER RESULTING FROM ALLEGED PATENT INFRINGEMENT ARISING PURSUANT TO (I) AND (II) ABOVE.

FORCE MAJEURE

If either party is unable because of Force Majeure to carry out any of its obligations under these Terms and Conditions, other than obligations to pay money, then on such party giving notice and particulars in writing to the other party within a reasonable time after the occurrence of the cause relied upon, such obligations shall be suspended. "Force Majeure" shall include any event cause relied upon, such obligations shall be suspended. "Force Majeure" shall include any event that is beyond the reasonable control of the party so affected including, without limitation, acts of God, laws and regulations, government action, war, civil disturbances, hijack, piracy, criminal action by a third party, threats or acts of terrorism, strikes and labor problems, delays of vendors or carriers, lightening, fire, flood, washout, storm, breakage or accident to equipment or machinery, and shortage of raw materials. If any suspension due to Force Majeure exceeds ten (10) consecutive days, either party may terminate these Terms and Conditions by written notice to the other native and Cutomer shall be light for demchilizations and any other reasonable costs. to the other party and Customer shall be liable for demobilization and any other reasonable costs incurred by BJ incidental to such termination.

13. LAWS, RULES, REGULATIONS, AND EXPORT CONTROL BJ and Customer agree to comply with all laws, rules, regulations and decrees of any governmental or regulatory body having jurisdiction over the Services or Products to be provided by BI or the work site or that may otherwise be applicable to BI's or Customer's performance under these Terms and Conditions.

Services and Products and/or related technical data covered by these Terms and Conditions may be subject to U.S. and/or foreign trade controls. Customer agrees that it will not sell, re-export or transfer Products and/or related technical data except in full compliance with all governmental requirements including but not limited to economic sanctions and export controls administered by the U.S. Department of Treasury, U.S. Department of Commerce and U.S. Department of State. Customer agrees to comply with all BJ requests for trade compliance information, statements, and other assurances including, without limitation, requests for End-User and Routed Transaction certifications. BI reserves the right to refuse to fulfill any Work Order or otherwise perform under these Terms and Conditions if BI in its sole discretion determines that such action may violate any law or regulation.

15. GOVERNING LAW, JURY WAIVER, AND VENUE The laws of the State of Texas shall apply and govern the validity, interpretation, and performance of these Terms and Conditions, any applicable Work Orders without regard to where work is provided. Any suit or proceeding regarding these Terms and Conditions or the Services or Products provided shall be brought exclusively in the state or federal courts located in the City of Houston and County of Harris, Texas, Each Party consents to the personal jurisdiction of the state and federal courts of Harris County, Texas, and waives any objection that such courts are an inconvenient forum or venue. References in these Terms and Conditions to any act, law, statute, rule, or regulation shall be deemed to include references to such as the same may be amended, replaced, or reenacted from time to time. EACH PARTY WAIVES, TO THE FULLEST EXTENT PERMITTED BY APPLICABLE LAW, ANY RIGHT IT MAY HAVE TO A TRIAL BY JURY IN RESPECT TO ANY ACTION, SUIT OR PROCEEDING ARISING OUT OF OR RELATING TO THESE TERMS AND CONDITIONS.

ASSIGNMENT 16

Well	Rolve #1 SYOY 8
AFE	83001075
GL Office_	Garden City
Date	3-13-17



Cement Job Summary

21:30				arrived to location	
				wait on casing crew to finish running	
				in the casing	
				3/13/2017	
0:00				rig up the head and manifold	
0:30				rig up the iron	
0:50				prime up the pump	
1:10				mix the HIVIS WEEP 12bbls	
1:31	3600			pressure test the line to 3600PSI	
1:41				plug the rat hole 30sacks	
1:49				plug the mouse hole 20sacks	
1:53	350	12	5	start the 12bbl HIVIS SWEEP	
1:57	450	78	6	start the tail cement @ 13.60#	
2:25				shut down	
				close in the manifold and open up	
				1" valve going to the pit to wash up to pit	
2:54	80	120	5.5	start the 120bbl displacement	
2:58	90	20	5.8	20bbls gone	
3:02	90	40	5.7	40bbls gone	
3:06	200	60	5.3	60bbls gone	
3:11	480	80	5.9	80bbls gone	
3:15	850	100	5	100bbls gone	
3:18	950	110	3	110bbls gone slow down the rate to	
				3bpm to land the plug	
3:22	2500	120		landed plug @ 1100PSI brought up pressur	
				to 2500PSI to test the casing for 15min	
3:37	0			released pressure and the floats held good	
				got 1bbl back to the tank	
				had circulations all throughout the job	
				rig down released from location @	
				4:30	