SM Oil & Gas, Inc. P. O. Box 189 Skiatook, Oklahoma 74070

620-725-3200

October 19, 2016

Kansas Corporation Commission Conservation Division 266 N. Main Street – Suite #220 Wichita, Kansas 67202-1513

Re: Fulsom "B" #10 15-019-27546-00-00 Cement Usage ACO-1

To Whom It May Concern:

SM Oil & Gas, Inc. buys quantities of Portland Type I cement, which comes on pallets of 35 sacks per pallet, for the companies usage. In this case, the required 10 sacks of cement is mixed by our own drilling rig personnel and is used to properly install the surface casing.

An invoice showing the bulk quantity of cement is available if needed.

n Val

Thank you,

Thomas H. Oast Area Manager