

SM Oil & Gas, Inc.
P. O. Box 189
Skiatook, Oklahoma 74070
620-725-3200

October 16, 2016

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

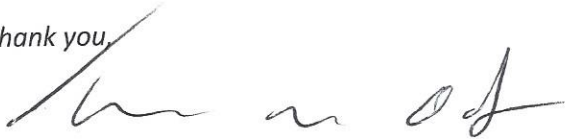
Re: Fulsom B #14-1
API #15-019-27550-00-00
Cement Usage ACO-1

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 were mixed by our own drilling rig personnel and used to properly install the surface casing.

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

Thank you,



Thomas H. Oast
Area Manager

810 E 7TH
 PO Box 92
 EUREKA, KS 67045
 (620) 583-5561



Cement or Acid Field Report

Ticket No. 3002
 Foreman KEVIN McCoy
 Camp EUREKA

Date	Cust. ID #	Lease & Well Number	Section	Township	Range	County	State
10-24-16	1180	FULSOM B 14-1				CQ	Ks
Customer S.M. OIL & GAS, INC			Safety Meeting KM DG SM AM RL	Unit #	Driver	Unit #	Driver
Mailing Address P.O. Box 189				105	DAVE G.		
City SKIATOOK				110	ALAN M.		
State OK				112	STEVE M.		
Zip Code 74070				141	RICK L.		

Job Type LONGSTRING Hole Depth 2080' Slurry Vol. 58 BBL LEAD 35 BBL TAIL Tubing _____
 Casing Depth 2075' Hole Size 7 7/8" Slurry Wt. 13.2 - 14 # Drill Pipe _____
 Casing Size & Wt. 5 1/2 17 # Cement Left in Casing 0' Water Gal/SK _____ Other _____
 Displacement 49.2 BBL Displacement PSI 1000 Bump Plug to 1500 PSI BPM _____

Remarks: SAFETY MEETING: Rig up to 5 1/2 casing w/ wash head. BREAK CIRCULATION w/ 55 BBL FRESH WATER. WASH DOWN 45' 5 1/2. Pump 500 # Gel Flush w/ HULLS. Pump 10 BBL water spacer. Shut down. Rig up Cement Head. Mixed 185 sks 50/50 Pozmix Cement w/ 6% Gel, 1 # PhenoSeal @ 13.2 #/gal = 58 BBL slurry. TAIL in w/ 135 sks OWC Cement w/ 1 # PhenoSeal @ 14 #/gal = 35 BBL slurry. WASH OUT Pump & Lines. Shut down. Release Plug. Displace Plug to SEAT w/ 49.2 BBL FRESH WATER. FINAL Pumping Pressure 1000 PSI. Bump Plug to 1500 PSI. wait 2 mins. Release Pressure. Float Held. Shut in @ 0 PSI. Good Cement Returns to SURFACE = 18 BBL slurry to Pit. Job Complete. Rig down.

Code	Qty or Units	Description of Product or Services	Unit Price	Total
C 102	1	Pump Charge	1050.00	1050.00
C 107	30	Mileage	3.95	118.50
C 204	185 sks	50/50 Pozmix Cement	11.25	2081.25
C 206	930 #	Gel 6%	.20 #	186.00
C 208	185 #	PhenoSeal 1 #/sk	1.25 #	231.25
C 202	135 sks	OWC Cement	19.15	2585.25
C 208	135 #	PhenoSeal 1 #/sk	1.25 #	168.75
C 108 A	14.79 TONS	TON MIRAGE BULK TRUCKS X 2	M/C	690.00
C 113	3 HRS	80 BBL VAC TRUCK	85.00	255.00
C 224	3300 gals	CITY WATER	10.00/1000	33.00
C 206	500 #	Gel Flush	.20 #	100.00
C 214	40 #	HULLS	.45 #	18.00
C 404	1	5 1/2 Top Rubber Plug	70.00	70.00
			Sub TOTAL	7587.00
			Less 5%	402.61
			8.5% Sales Tax	465.25
			Total	7649.64

Authorization  Title _____
 THANK YOU
 M

I agree to the payment terms and conditions of services provided on the back of this job ticket. Any amendments to payment terms must be in writing on the front of this job ticket or in the Customer's records at ELITE's office.