

OILFIELD RESEARCH LABORATORIES

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November 19, 1982

Triple-I Energy Corporation
8100 Marty, Suite 117
Overland Park, Kansas 66204

Gentlemen:

Enclosed herewith is the report of the analysis of the rotary core taken from the Nolin Lease, Well No. 29, located in Linn County, Kansas and submitted to our laboratory on November 15, 1982.

Your business is greatly appreciated.

Very truly yours,

OILFIELD RESEARCH LABORATORIES

Sanford A. Michel

SAM/rmc

5 c to Overland Park, Kansas

- REGISTERED ENGINEERS -

CORE ANALYSIS - WATER ANALYSIS - REPRESSURING ENGINEERING - SURVEYING & MAPPING - PROPERTY EVALUATION & OPERATION

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GENERAL INFORMATION & SUMMARY

Company Triple-I Energy Corporation Lease Nolin Well No. 29
 Location _____
 Section 23 Twp. 19S Rge. 22E County Linn State Kansas

Elevation, Feet
 Name of Sand..... Cattleman
 Top of Core 646.0
 Bottom of Core 666.0
 Top of Sand 647.4
 Bottom of Sand 666.0
 Total Feet of Permeable Sand 16.9
 Total Feet of Floodable Sand 14.9

| Distribution of Permeable Sand: Permeability Range Millidarcys | Feet | Cum. Ft. |
|--|------|----------|
| 3 - 20 | 4.0 | 4.0 |
| 50 - 90 | 4.3 | 8.3 |
| 110 - 150 | 3.7 | 12.0 |
| 230 - 415 | 4.9 | 16.9 |

Average Permeability Millidarcys 144.3
 Average Percent Porosity 22.2
 Average Percent Oil Saturation 53.4
 Average Percent Water Saturation 35.2
 Average Oil Content, Bbls./A. Ft. 927.
 Total Oil Content, Bbls./Acre 16,310.
 Average Percent Oil Recovery by Laboratory Flooding Tests 22.1
 Average Oil Recovery by Laboratory Flooding Tests, Bbls./A. Ft. 396.
 Total Oil Recovery by Laboratory Flooding Tests, Bbls./Acre 5,896.

See "Calculated Recovery"
 Section

The core was sampled and the samples sealed in plastic bags by a representative of the client. The core was reported to be from a non-virgin area.

FORMATION CORED

The detailed log of the formation cored is as follows:

| <u>Depth Interval, Feet</u> | <u>Description</u> |
|---------------------------------|---|
| 646.0 - 647.4 | Gray shale. |
| 647.4 - 648.1 | Alternate layers gray shale and brown sandstone. |
| 648.1 - 649.0 | Brown sandstone. |
| 649.0 - 649.3 | Gray shale. |
| 649.3 - 650.0 | Brown sandstone. |
| 650.0 - 650.2 | Gray shale. |
| 650.2 - 653.2 | Brown sandstone. |
| 653.2 - 653.8 | Grayish brown shaly sandstone. |
| 653.8 - 655.2 | Brown sandstone. |
| 655.2 - 655.6 | Gray shale. |
| 655.6 - 662.0 | Brown sandstone. |
| 662.0 - 662.1 | Gray shale. |
| 662.1 - 664.0 | Dark brown sandstone. |
| 664.0 - 666.0 | Grayish black (salt and pepper) slightly carbonaceous slightly shaly sandstone. |

LABORATORY FLOODING TESTS

The sand in this core responded to laboratory flooding tests, as a total recovery of 5,896 barrels of oil per acre was obtained from 14.9 feet of sand. The weighted average percent oil saturation was reduced

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from 54.4 to 32.3, or represents an average recovery of 22.1 percent. The weighted average effective permeability of the samples is 16.45 millidarcys, while the average initial fluid production pressure is 14.4 pounds per square inch (See Table V).

By observing the data given in Table IV, you will note that of the 19 samples tested, 16 produced water and oil. This indicates that approximately 84 percent of the sand represented by these samples is floodable pay sand.

CALCULATED RECOVERY

It would appear from a study of the core data, that efficient primary and waterflood operations in the vicinity of this well should recover approximately 6,440 barrels of oil per acre. This is an average recovery of 432 barrels per acre foot from 14.9 feet of floodable sand analyzed in this core.

These recovery values were calculated using the following data and assumptions:

| | |
|--|------|
| Original formation volume factor, estimated | 1.05 |
| Reservoir water saturation, percent, estimated | 15.0 |
| Average porosity, percent | 22.9 |
| Oil saturation after flooding, percent | 32.3 |
| Performance factor, percent, estimated | 50.0 |
| Net floodable sand, feet | 14.9 |

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RESULTS OF SATURATION & PERMEABILITY TESTS

TABLE 1-B

Company Triple-I Energy Corporation Lease Nolin Well No. 29

| Sample No. | Depth, Feet | Effective Porosity Percent | Percent Saturation | | | Oil Content Bbbls. / A Ft. | Perm., Mill. | Feet of Sand | | Total Oil Content | Perm. Capacity Ft. X md. |
|------------|-------------|----------------------------|--------------------|-------|-------|----------------------------|--------------|--------------|----------|-------------------|--------------------------|
| | | | Oil | Water | Total | | | Ft. | Cum. Ft. | | |
| 1 | 647.5 | 14.0 | 42 | 52 | 94 | 456 | Imp. | 0.7 | 0.7 | 319 | 0.00 |
| 2 | 648.5 | 24.2 | 35 | 36 | 71 | 657 | 133. | 0.9 | 1.6 | 591 | 119.70 |
| 3 | 649.6 | 19.0 | 43 | 46 | 89 | 634 | 52. | 0.7 | 2.3 | 444 | 36.40 |
| 4 | 650.5 | 21.5 | 51 | 33 | 84 | 851 | 58. | 1.0 | 3.3 | 851 | 58.00 |
| 5 | 651.5 | 22.9 | 52 | 46 | 98 | 924 | 62. | 1.0 | 4.3 | 924 | 62.00 |
| 6 | 652.3 | 24.8 | 39 | 51 | 90 | 750 | 113. | 1.0 | 5.3 | 750 | 113.00 |
| 7 | 653.3 | 17.9 | 52 | 43 | 95 | 722 | 33.5 | 0.6 | 5.9 | 433 | 2.10 |
| 8 | 654.4 | 21.2 | 70 | 26 | 96 | 1151 | 20. | 1.4 | 7.3 | 1611 | 28.00 |
| 9 | 655.7 | 22.9 | 54 | 35 | 89 | 959 | 149. | 0.8 | 8.1 | 767 | 119.20 |
| 10 | 656.6 | 22.9 | 68 | 26 | 94 | 1208 | 84. | 0.6 | 8.7 | 725 | 50.40 |
| 11 | 657.5 | 21.0 | 45 | 32 | 77 | 733 | 89. | 1.0 | 9.7 | 733 | 89.00 |
| 12 | 658.6 | 25.2 | 64 | 26 | 90 | 1251 | 280. | 1.0 | 10.7 | 1251 | 280.00 |
| 13 | 659.5 | 25.7 | 58 | 33 | 91 | 1156 | 415. | 1.0 | 11.7 | 1156 | 415.00 |
| 14 | 660.5 | 24.8 | 77 | 11 | 88 | 1481 | 346. | 1.0 | 12.7 | 1481 | 346.00 |
| 15 | 661.6 | 23.3 | 56 | 40 | 96 | 1012 | 127. | 1.0 | 13.7 | 1012 | 127.00 |
| 16 | 662.6 | 23.2 | 57 | 32 | 89 | 1026 | 384. | 0.9 | 14.6 | 923 | 345.60 |
| 17 | 663.5 | 22.7 | 43 | 40 | 83 | 757 | 231. | 1.0 | 15.6 | 757 | 231.00 |
| 18 | 664.6 | 21.2 | 50 | 29 | 79 | 822 | 9.4 | 1.0 | 16.6 | 822 | 9.40 |
| 19 | 665.5 | 19.6 | 50 | 43 | 93 | 760 | 6.3 | 1.0 | 17.6 | 760 | 6.30 |

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SUMMARY OF PERMEABILITY & SATURATION TESTS

TABLE III

| Company | Triple-I Energy Corporation | | Lease | Nolin | Well No. | |
|-------------------------|-----------------------------|--------------------------------|---|--|---------------------------------------|------------------------------------|
| | | | | | 29 | |
| Depth Interval, Feet | Depth Interval, Feet | Feet of Core Analyzed | Average Permeability, Millidarcys | Permeability Capacity Ft. x Md. | | |
| 647.4 - 653.8 | 647.4 - 653.8 | 5.2 | 75.2 | 391.20 | | |
| 653.8 - 666.0 | 653.8 - 666.0 | 11.7 | 174.9 | 2046.90 | | |
| 647.4 - 666.0 | 647.4 - 666.0 | 16.9 | 144.3 | 2438.10 | | |
| Depth Interval, Feet | Feet of Core Analyzed | Average Percent Porosity | Average Percent Oil Saturation | Average Percent Water Saturation | Average Oil Content Bbl./A. Ft. | Total Oil Content Bbls./Acre |
| 647.4 - 653.8 | 5.9 | 21.2 | 44.8 | 43.5 | 731 | 4,312 |
| 653.8 - 666.0 | 11.7 | 22.7 | 57.8 | 31.0 | 1,025 | 11,998 |
| 647.4 - 666.0 | 17.6 | 22.2 | 53.4 | 35.2 | 927 | 16,310 |

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RESULTS OF LABORATORY FLOODING TESTS

TABLE IV

| Sample No. | Depth, Feet | Effective Porosity Percent | Original Oil Saturation | | Oil Recovery | | Residual Saturation | | Volume of Water Recovered cc* | Effective Permeability Millidarcys** | Initial Fluid Production Pressure Lbs./Sq./In. |
|------------|-------------|----------------------------|-------------------------|--------------|--------------|--------------|---------------------|---------|-------------------------------|--------------------------------------|--|
| | | | % | Bbls./A. Ft. | % | Bbls./A. Ft. | % Oil | % Water | | | |
| 1 | 647.5 | 14.5 | 41 | 461 | 0 | 0 | 41 | 53 | 0 | Imp. | - |
| 2 | 648.5 | 24.3 | 35 | 660 | 5 | 94 | 30 | 57 | 446 | 21.55 | 15 |
| 3 | 649.6 | 19.1 | 43 | 637 | 14 | 207 | 29 | 63 | 248 | 4.60 | 20 |
| 4 | 650.5 | 21.4 | 51 | 847 | 16 | 266 | 35 | 52 | 12 | 0.20 | 35 |
| 5 | 651.5 | 23.0 | 52 | 928 | 19 | 339 | 33 | 65 | 292 | 5.40 | 15 |
| 6 | 652.3 | 24.9 | 39 | 753 | 11 | 212 | 28 | 64 | 414 | 18.56 | 10 |
| 7 | 653.3 | 18.0 | 52 | 726 | 13 | 182 | 39 | 57 | 149 | 1.75 | 20 |
| 8 | 654.4 | 21.3 | 70 | 1157 | 40 | 661 | 30 | 68 | 260 | 5.10 | 10 |
| 9 | 655.7 | 23.0 | 54 | 964 | 21 | 375 | 33 | 58 | 358 | 7.90 | 10 |
| 10 | 656.6 | 22.9 | 68 | 1208 | 37 | 657 | 31 | 65 | 408 | 15.99 | 10 |
| 11 | 657.5 | 20.8 | 45 | 726 | 13 | 210 | 32 | 58 | 26 | 0.60 | 25 |
| 12 | 658.6 | 25.3 | 64 | 1256 | 30 | 589 | 34 | 58 | 186 | 28.99 | 10 |
| 13 | 659.5 | 25.7 | 58 | 1156 | 28 | 558 | 30 | 63 | 198 | 32.49 | 10 |
| 14 | 660.5 | 24.9 | 77 | 1487 | 42 | 811 | 35 | 56 | 256 | 38.98 | 10 |
| 15 | 661.6 | 23.4 | 56 | 1017 | 25 | 454 | 31 | 66 | 402 | 13.99 | 10 |
| 16 | 662.6 | 23.1 | 57 | 1021 | 20 | 358 | 37 | 54 | 256 | 25.19 | 10 |
| 17 | 663.5 | 22.8 | 43 | 761 | 10 | 177 | 33 | 51 | 244 | 36.49 | 10 |
| 18 | 664.6 | 21.7 | 49 | 825 | 0 | 0 | 49 | 30 | 0 | Imp. | - |
| 19 | 665.5 | 19.5 | 50 | 756 | 0 | 0 | 50 | 44 | 0 | Imp. | - |

Company Triple-I Energy Corporation
Lease Nolin
Well No. 29

Notes: cc—cubic centimeter.

*—Volume of water recovered at the time of maximum oil recovery.

**—Determined by passing water through sample which still contains residual oil.

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SUMMARY OF LABORATORY FLOODING TESTS

TABLE V

| Company | Lease | Nolin | Well No. |
|---|---------------|---------------|---------------|
| Triple-I Energy Corporation | 647.4 - 653.8 | 653.8 - 666.0 | 647.4 - 666.0 |
| Depth Interval, Feet | 5.2 | 9.7 | 14.9 |
| Feet of Core Analyzed | 22.2 | 23.3 | 22.9 |
| Average Percent Porosity | 45.2 | 59.4 | 54.4 |
| Average Percent Original Oil Saturation | 13.1 | 26.9 | 22.1 |
| Average Percent Oil Recovery | 32.1 | 32.5 | 32.3 |
| Average Percent Residual Oil Saturation | 59.7 | 59.9 | 59.9 |
| Average Percent Residual Water Saturation | 91.8 | 92.4 | 92.2 |
| Average Percent Total Residual Fluid Saturation | 770. | 1,076. | 969. |
| Average Original Oil Content, Bbls./A. Ft. | 222. | 489. | 396. |
| Average Oil Recovery, Bbls./A. Ft. | 548. | 587. | 573. |
| Average Residual Oil Content, Bbls./A. Ft. | 4,003. | 10,437. | 14,440. |
| Total Original Oil Content, Bbls./Acre | 1,156. | 4,740. | 5,896. |
| Total Oil Recovery, Bbls./Acre | 2,847. | 5,697. | 8,544. |
| Total Residual Oil Content, Bbls./Acre | 9.20 | 20.34 | 16.45 |
| Average Effective Permeability, Millidarcys | 19.2 | 11.5 | 14.4 |
| Average Initial Fluid Production Pressure, p.s.i. | | | |

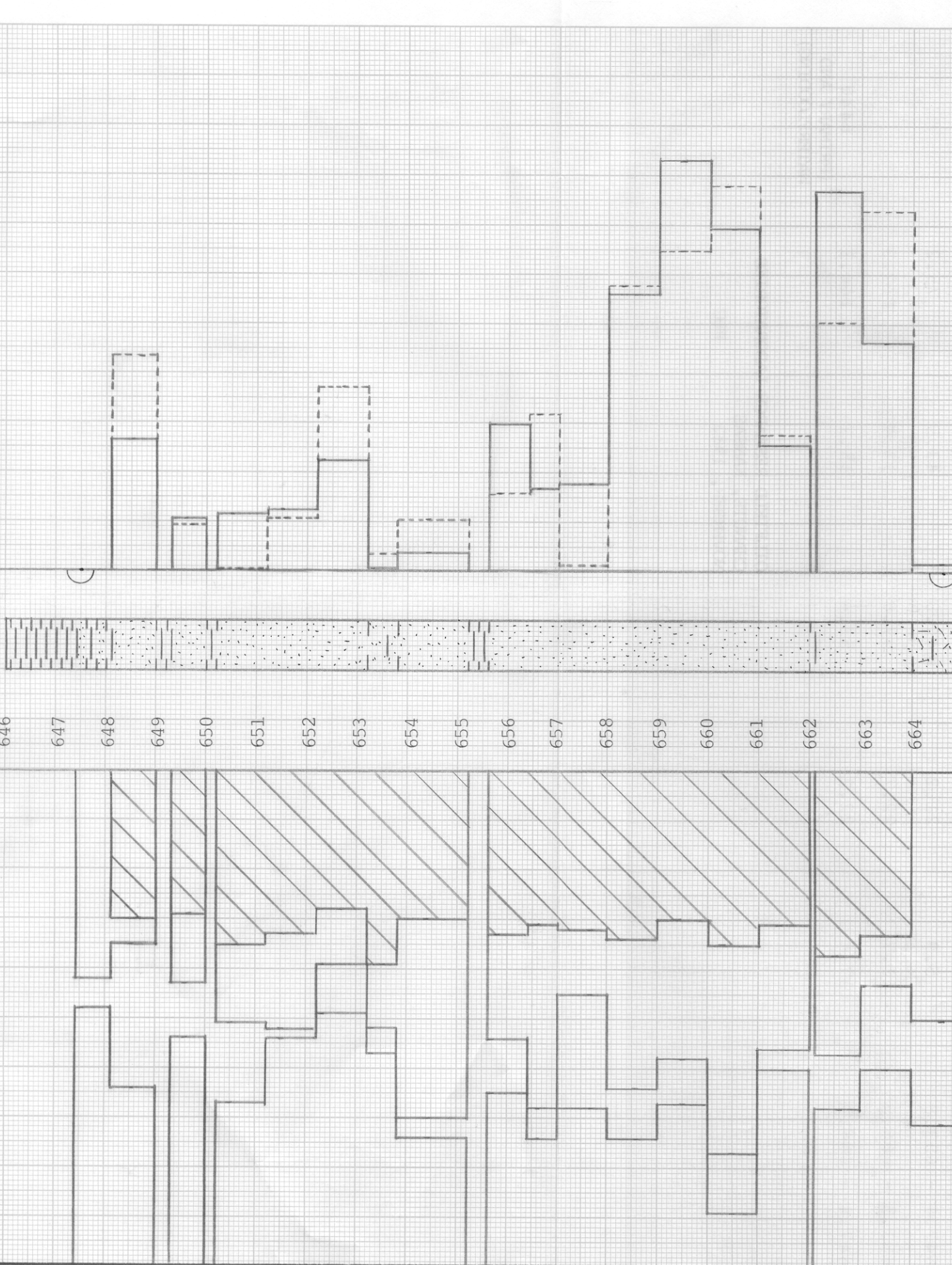
NOTE: Only those samples which recovered oil were used in calculating the above averages.

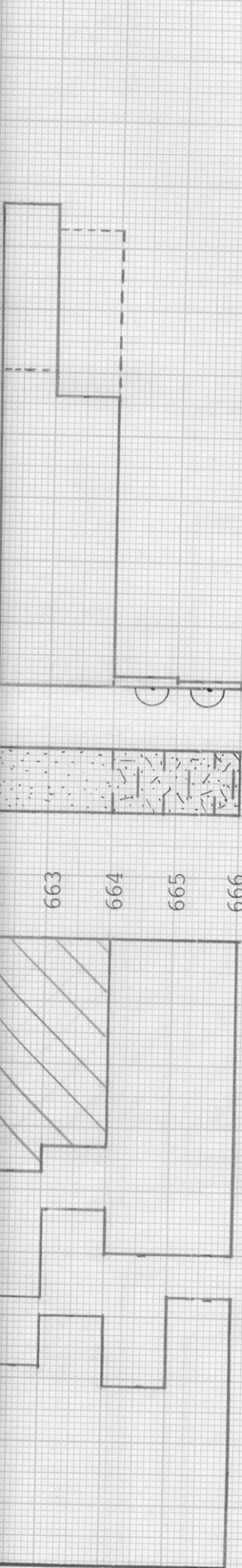
PERMEABILITY, IN MILLIDARCYS
 EFFECTIVE PERMEABILITY TO WATER, IN MILLIDARCYS

WATER SAT., PERCENT
 OIL SAT., PERCENT








PERMEABILITY, IN MILLIDARCYS
 EFFECTIVE PERMEABILITY TO WATER, IN MILLIDARCYS

WATER SAT., PERCENT
 OIL SAT., PERCENT





KEY:

-  SANDSTONE
-  SHALE
-  IMPERMEABLE TO WATER
-  SHALY SANDSTONE
-  CARBONACEOUS SHALY SANDSTONE
-  ALTERNATE LAYERS OF SANDSTONE AND SHALE
-  FLOODPOT RESIDUAL OIL SATURATION

TRIPLE I ENERGY CORPORATION

NOLIN LEASE

LINN COUNTY, KANSAS

WELL NO. 29

| DEPTH INTERVAL, FEET | FEET OF CORE ANALYZED | AVERAGE PERCENT POROSITY | AVG. OIL SATURATION PERCENT | AVG. WATER SATURATION PERCENT | AVERAGE PERMEABILITY, MILLIDARCYS | CALCULATED OIL RECOVERY BBLs. / ACRE |
|-------------------------|--------------------------|--------------------------------|-----------------------------------|-------------------------------------|---|--|
| 647.4 - 653.8 | 5.9 | 21.2 | 44.8 | 43.5 | 75.2 | 6440 (PRIMARY AND WATERFLOODING) |
| 653.8 - 666.0 | 11.7 | 22.7 | 57.8 | 31.0 | 174.9 | |
| 647.4 - 666.0 | 17.6 | 22.2 | 53.4 | 35.2 | 144.3 | |

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 CHANUTE, KANSAS
 NOVEMBER, 1982
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