FRANCIS C. WHISLER CERTIFIED PETROLEUM GEOLOGIST 837 EAST 1ST RUSSELL, KANSAS 67665



ORIGINAL

SMLELDS OIL PRODUCERS, INC. Russell, Kansas

GEOLOGICAL REPORT

FOUTS No. 2
70' N of C S/2 SE NE
Section 8, T 10 S, R 12 W
Osborne County, Kansas
API # 15-141-20347-00-00

3040 FSL 666 FEL

July 19, 2000

RECEIVED STATE CORPORATION COMMISSION

OCT 3 1 2000

CONSERVATION DIVISION Wichita, Kansas

ORIGINAL

SHIELDS OIL PRODUCERS, INC.

P O Box 709 Russell, Kansas

Geological Report:

Fouts No. 2

70' N of C S/2 SE NE Sec. 8, T 10 S, R 12 W Osborne County, Kansas

Drilling Commenced:

July 10, 2000

Drilling Completed:

July 18, 2000

Casing Record:

Surface casing, 8 5/8" set at 228'

with 150 sacks cement.

Production casing, 4 1/2" set at 3183'

with 100 sacks cement.

Samples:

Saved and examined from 2750' to 3185',

RTD. Zones of interest are described

in this report.

Drilling Time:

Recorded and plotted from 2750' to 3185', RTD. A copy of the plotted drilling time/lithology log is included with this report.

Drillstem Tests:

by Trilobite Testing, LLC.

Electric Los:

Radiation-Guard-Caliper by ELI, Inc.

Elevations:

Kelly Bushing: Ground Level: Measurements From: 1859' 1854' K. B.

Formations:

Rotary E. Log Depths: Depths: 954-986 948-82 E. Log Datums:

Anhydrite Howard Lime Topeka Lime Heebner Shale Toronto Lime Lansing-Kansas City

3185

907945117311971235

- 1325

+ 911

Total Depth

Lithology; Zones of Interest & Test Data: (Corrected to E. log depths)

Lansing-Kansas City:

3094-3104: LS-white, light gray, some buff, fine crystalline dense to slight A zone porosity. Some pin hole porosity. Slight vuggy. Scattered light oil stain and saturation with good odor and slight show of free oil on break. Tested by drillstem test No.1.

Drillstem Test No. 1: 3066 to 3106 (corrected): 30-60-60-60 with weak blow increasing to fair. 4" deep in bucket.

Recovery: 220' of gas

80' of oil cut mud: 15% oil

85% mud

IFP: 71-71 psi IBHP: 580 psi FFP: 94-94 psi FBHP: 509 psi

3122-3130: LS & DOL-dense to fine crystalline with crystalline porosity. Abundant white vitreous chert. Rare light oil stain and poor saturation. No free oil or odor. Tested by drillstem test No. 2 and 3.

Drillstem Test No. 2: 3111 to 3130 (corrected): Misrun; lost circulation going in the hole with test tool.

Drillstem Test No. 3: 3111 to 3130: 30-60-30 with weak blow first open and no no blow on second open.

Recovery: 5' of slight oil cut mud

IFP: 23-23 psi
IBHP: 910 psi
FFP: 35-35 psi
FBHP: Noy taken

3138-3149: LS-white, fine to medium oolicastic with rare scattered stain and C zone saturation. Good porosity and barren porosity. Good show of free gassy oil and good odor. Tested by drillstem test No. 4.

Drillstem Test No. 4: 3132 to 3151 (corrected)" 30-60-60-60 with weak blow increasing to fair. 2" deep in bucket.

Recovery: 375' of muddy water

IFP: 21-74 psi
IBHP: 846 psi
FFP: 106-191 psi
FBHP: 815 psi

Remarks & Recommendations:

The following table compares the Fouts #2 with the Fouts #1 and with the Libal #1:

	Fouts #2	Fouts #1	Libal #1
Anhydrite Topeka Lime Heebner Shale Lansing-Kansas City	+ 911 - 945 - 1173 -1235	+ 907 - 948 - 1176 - 1236	+ 906 - 953 - 1182 - 1242
C zone	- 1279	- 1279	- 1287

You will note from the foregoing table that the Fouts #2 ran higher, structurally, when compared to the two nearby producing wells.

During the drilling of the well oil shows were noted in the A, B and C zones, with each zone being tested by drillstem test. The A zone test was the only test that recovered commercial oil.

For completion, I recommend that only the A zone be perforated and acidized for probable commercial oil production. I recommend that the A zone be perforated from 3098 to 3102 (E. log measurements).

Respectfully submitted;

Francis C. Whisler