26 -205-15W

PERRY GAS COMPANIES, INC.

DAILY DRILLING REPORT

Elevation 1930' G.L. Well Name Graber #1 Location NW NE NW Section 26, T20S, R15W County & State Barton County, Kansas MI & RU - Location 330' FNL & 1650' FWL of Section 26, T205, R15W, 8/18/79 Barton County, Kansas Elevation 1930 GL TD 632' - Present operations - Drilling - Spudded 3:15 p.m. 8/18/79 -8/19/79 Mud weight 11.5, viscosity 38 TD 892' - Present operations - WOC - Ran 21 joints 8 5/8" - 23# casing. 8/20/79 Set at 887' RKB - cemented with 450 sacks 50/50 posmix - with 3% CA CL + 2% Gel - cement circulated - plug down at 11:22 p.m. - 8/19/79 - top anhydrite 883' 8/21/79 Drilling at 1575' 8/22/79 T. D. 1883' - Circulating bottoms up for Krider sample. 8/23/79 TD 2100' - Present operations - Drilling; Mud wt. 9.5, viscosity 35, DST #1 1845' - 1883' (Herrington and Krider) weak blow through out. 40# - 81# IF 40 Min. ISI 504# 35 Min. 97# - 130# FF 33 Min. FSI 504# 60 Min. Recovered 200' gas cut muddy salt water. 8/24/79 TD 2458' - 16 Unit Gas Kick on both the hot wire and chromatograph. Prep to run DST No. 2 from 2420' to 2458'. Sample tops: Neva - 2340' (6' high to key Well) Red Eagle - 2396' (5' high to key well.) 8/25/79 TD 2660' - Present operations - drilling - Mud wt. 10#, Vis. 36 DST #2 2420 - 2458' - Fair blow - no gas to surface. FP 53# - 420# --- 135 min. SI 809# Hyd. Pressure 1345# Recovered 350' muddy saltwater and 400' salt water very slightly gas cut. TD 3111' - Present Operations - drilling - mud wt 10# - vis 40 8/26/79 8/27/79 TD 3508' - present operations - drilling SAMPLE TOPS: Howard Lancing 3367 2915' Lancing "G" 3442' Topeka 2998' Heebner 3258' Toronto 3276'

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8/29/79 TD 3730' - D & A - Cement plugs set bottom and top of surface casing FINAL REPORT