



CONFIDENTIAL

Side Two

15-193-20694-00-00  
ORIGINAL

Operator Name: HT Oil LLC

Lease Name: Ottley

Well #: 1

Sec. 22 Twp. 10 S. R. 31  East  West

County: Thomas

**INSTRUCTIONS:** Show important tops and base of formations penetrated. Detail all cores. Report all final copies of drill stems tests giving interval tested, time tool open and closed, flowing and shut-in pressures, whether shut-in pressure reached static level, hydrostatic pressures, bottom hole temperature, fluid recovery, and flow rates if gas to surface test, along with final chart(s). Attach extra sheet if more space is needed. Attach copy of all Electric Wireline Logs surveyed. Attach final geological well site report.

Drill Stem Tests Taken  Yes  No  
(Attach Additional Sheets)

Samples Sent to Geological Survey  Yes  No

Cores Taken  Yes  No

Electric Log Run  Yes  No  
(Submit Copy)

List All E. Logs Run:

ELI Wireline Services-comp/dens/neutron  
Dual Induction, Micro Log  
Perf-Tech - Dual Receiver Cement Bond Log

Log Formation (Top), Depth and Datum  Sample

Name	Top	Datum
Anhydrite	2524	+ 439
Topeka	3744	- 781
Heebner	3967	- 1004
Lansing	4010	- 1047
BKC	4278	- 1315
Pawnee	4395	- 1432
Cherokee	4489	- 1526
Mississippi	4597	- 1634

CASING RECORD  New  Used

Report all strings set-conductor, surface, intermediate, production, etc.

Purpose of String	Size Hole Drilled	Size Casing Set (In O.D.)	Weight Lbs. / Ft.	Setting Depth	Type of Cement	# Sacks Used	Type and Percent Additives
Surface	12 1/4	8 5/8	24#	218'	Common	150	3%CC,2%Gel
Production	7 7/8	5 1/2	14#	4655'	ASC	150	10%Salt,2%Gel

ADDITIONAL CEMENTING / SQUEEZE RECORD

Purpose:	Depth Top Bottom	Type of Cement	#Sacks Used	Type and Percent Additives
<input type="checkbox"/> Perforate				
<input type="checkbox"/> Protect Casing				
<input type="checkbox"/> Plug Back TD				
<input type="checkbox"/> Plug Off Zone				

Shots Per Foot	PERFORATION RECORD - Bridge Plugs Set/Type Specify Footage of Each Interval Perforated	Acid, Fracture, Shot, Cement Squeeze Record (Amount and Kind of Material Used)	Depth
4 spf Exp carrier	4572'-4574'	250 gal mud acid, 750 gal 15% NE	4572-4574
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<b>JUN 07 2004</b>		<b>FROM</b>	
<b>KCC WICHITA</b>		<b>CONFIDENTIAL</b>	

TUBING RECORD	Size	Set At	Packer At	Liner Run
	2 3/8	4608		<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

Date of First, Resumerd Production, SWD or Enhr.	Producing Method
Approx 6-14-04	<input type="checkbox"/> Flowing <input checked="" type="checkbox"/> Pumping <input type="checkbox"/> Gas Lift <input type="checkbox"/> Other (Explain)
Estimated Production Per 24 Hours	Oil Bbls. Gas Mcf Water Bbls. Gas-Oil Ratio Gravity
25	5

Disposition of Gas:  Vented  Sold  Used on Lease (If vented, Submit ACO-18.)

METHOD OF COMPLETION:  Open Hole  Perf.  Dually Comp.  Commingled  Other (Specify)

Production Interval: \_\_\_\_\_

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JUN 04 2004

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Side Three

Operator Name: HT Oil LLC  
Section 22 Twp. 10s R. 31w

Lease Name: Ottley  
County: Thomas

Well: #1  
State: Kansas

Drill Stem Test Results:

Dst No. 1 - "H" Zone

4137-4170 Open 45 minutes. Weak surface building to 1". Shut-in 45 minutes.  
Open 45 minutes. Dead, no blow. Shut-in 45 minutes.  
Recovered: 5 feet slightly oil specked mud.

Initial Flow Pressure 47-85 psi      Final Flow Pressure 79-95 psi  
Initial Shut-in Pressure 780 psi      Final Shut-in Pressure 630 psi

Dst No. 2 - "I" Zone

4169-4197 Open 30 minutes. Weak surface, died 25 minutes. Shut-in 30 minutes.  
No second open or shut-in. Test was pulled.  
Recovered: 2 feet mud.

Initial Flow Pressure 33-80 psi      Final Flow Pressure 00 psi  
Initial Shut-in Pressure 72 psi      Final Shut-in Pressure 00 psi

Dst No. 3 - "J", "K", "L" Zone

4198-4285 Open 30 minutes. Weak surface building to 1". Shut-in 30 minutes.  
Open 30 minutes. Dead, no blow. Shut-in 30 minutes.  
Recovered: 5 feet mud

Initial Flow Pressure 39-82 psi      Final Flow Pressure 27-46 psi  
Initial Shut-in Pressure 1163 psi      Final Shut-in Pressure 1114 psi

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Dst No. 4 - Pawnee Zone

4379-4414 Open 60 minutes. Weak building, Bottom of Bucket 50 minutes.  
Shut-in 60 minutes.  
Open 90 minutes. Weak building, Bottom of Bucket 55 minutes.  
Shut-in 60 minutes. Steady 1/4" Blow Back.  
Recovered: 130' GIP, 135' Oil Cut Mud(25% Oil, 75% Mud)120' MW

Initial Flow Pressure 17-79 psi Final Flow Pressure 93-133 psi  
Initial Shut-in Pressure 633 psi Final Shut-in Pressure 596 psi

Dst No. 5 - Johnson Zone

4512-4550 Open 30 minutes. Weak surface, died in 15 minutes. Shut-in 30 minutes.  
Open 15 minutes. No Blow, Flushed Tool, NO Blow. No Shut-in  
Recovered: 1 foot Mud

Initial Flow Pressure 23-28 psi Final Flow Pressure 31-30 psi  
Initial Shut-in Pressure 31-30 psi Final Flow Pressure None

Dst No. 6 - Conglomerate

4548-4603 Open 60 minutes. Weak building, Bottom of Bucket 25 minutes.  
Shut-in 60 minutes. Blow Back, Died in 19 minutes.  
Open 60 minutes. Fair building, Bottom of Bucket 10 minutes.  
Shut-in 60 minutes.  
Recovered: 970' GIP, 200' HGO CM(35%G, 25%O,40%Mud)

Initial Flow Pressure 33-71 psi Final Flow Pressure 80-107  
Initial Shut-in Pressure 1059 psi Final Shut-in Pressure 1025 psi

RELEASED  
FROM  
CONFIDENTIAL



15-193-20694-00 00

**CONFIDENTIAL**

# ALLIED CEMENTING CO., INC.

13689

**ORIGINAL**

REMIT TO P.O. BOX 31  
RUSSELL, KANSAS 67665

JUN 04 2004

SERVICE POINT:

*Oakley*

DATE <i>3-21-04</i>	SEC <i>22</i>	TWP. <i>10s</i>	RANGE <i>31w</i>	CALLED OUT	ON LOCATION <i>2:30 PM</i>	JOB START <i>8:15 PM</i>	JOB FINISH <i>9:15 PM</i>
LEASE <i>Oakley</i>	WELL # <i>1</i>	LOCATION <i>Oakley 3N-4E-1W-13E</i>			COUNTY <i>Thomas</i>	STATE <i>Ks</i>	
OLD OR <u>NEW</u> (Circle one)							

CONTRACTOR *A+A Drilling + H. T. Oil*  
 TYPE OF JOB *Production String "Top Stage"*  
 HOLE SIZE *7 1/2* T.D. *4655'*  
 CASING SIZE *5 1/2* DEPTH *4656.23'*  
 TUBING SIZE DEPTH  
 DRILL PIPE DEPTH  
 TOOL *DV TOOL* DEPTH *2535'*  
 PRES. MAX *1500'* MINIMUM  
 MEAS. LINE SHOE JOINT *11.67*  
 CEMENT LEFT IN CSG. *11.67*  
 PERFS.  
 DISPLACEMENT *62 1/2 Bbls*

OWNER *Same*  
 CEMENT  
 AMOUNT ORDERED  
*485 SKS 60/40 8% Gel 1/2 Flt Seal*

**EQUIPMENT**  
 PUMP TRUCK CEMENTER *Dean*  
 # *393-291* HELPER *Fuzzy/Max*  
 BULK TRUCK  
 # *218* DRIVER *Jarrod*  
 BULK TRUCK  
 # *212* DRIVER *Larry*

COMMON \_\_\_\_\_ @  
 POZMIX \_\_\_\_\_ @ **RELEASED**  
 GEL \_\_\_\_\_ @ **FROM**  
 CHLORIDE \_\_\_\_\_ @ **CONFIDENTIAL**  
 \_\_\_\_\_ @  
 \_\_\_\_\_ @  
 \_\_\_\_\_ @  
 \_\_\_\_\_ @  
 HANDLING \_\_\_\_\_ @  
 MILEAGE \_\_\_\_\_ @

**REMARKS:**

*Drop dart wait 30 mins open w/ 900' circalated Hole for 30 mins. Plug Rat Hole w/ 15 sks. Mix 470 SKS 60/40 8% Gel 1/2 Flt Seal, Wash Trk + Line. Disp w/ 62 1/2 Bbls Plug Land at 1500' Tool Closser Float Held*  
*Thank You*

RECEIVED

TOTAL \_\_\_\_\_

JUN 07 2004

KCC WICHITA SERVICE

DEPTH OF JOB \_\_\_\_\_  
 PUMP TRUCK CHARGE \_\_\_\_\_  
 EXTRA FOOTAGE \_\_\_\_\_ @  
 MILEAGE \_\_\_\_\_ @  
 PLUG \_\_\_\_\_ @  
 \_\_\_\_\_ @  
 \_\_\_\_\_ @

TOTAL \_\_\_\_\_

CHARGE TO: *H T Oil LLC*  
 STREET \_\_\_\_\_  
 CITY \_\_\_\_\_ STATE \_\_\_\_\_ ZIP \_\_\_\_\_

**FLOAT EQUIPMENT**

\_\_\_\_\_ @  
 \_\_\_\_\_ @  
 \_\_\_\_\_ @  
 \_\_\_\_\_ @  
 \_\_\_\_\_ @

TOTAL \_\_\_\_\_

To Allied Cementing Co., Inc.  
 You are hereby requested to rent cementing equipment and furnish cementer and helper to assist owner or contractor to do work as is listed. The above work was done to satisfaction and supervision of owner agent or contractor. I have read & understand the "TERMS AND CONDITIONS" listed on the reverse side.

TAX \_\_\_\_\_  
 TOTAL CHARGE \_\_\_\_\_  
 DISCOUNT \_\_\_\_\_ IF PAID IN 30 DAYS

SIGNATURE *Dean M. ...*

PRINTED NAME

## GENERAL TERMS AND CONDITIONS

**DEFINITIONS:** In these terms and conditions, "Allied" shall mean Allied Cementing Co., Inc., and "Customer" shall refer to the party identified by that term on the front of this contract. As applicable, "Job" relates to the services described on the front side of this contract, "merchandise" refers to the material described on the front of this contract and to any other materials, products, or supplies used, sold, or furnished under the requirements of this contract.

—**TERMS:** Unless satisfactory credit has been established, "CUSTOMER" must tender full cash payment to "ALLIED" before the job is undertaken or merchandise is delivered. If satisfactory credit has been established, the terms of payment for the job and/or merchandise, including bulk cement, are net cash, payable in 30 days from the completion of the job and/or delivery of the merchandise. For all past due invoices, "CUSTOMER" agrees to pay interest on amounts invoiced at a rate of 18 percent per annum until paid. Notwithstanding the foregoing, in no event shall this Contract provide for interest exceeding the maximum rate of interest that "CUSTOMER" may agree to pay under applicable law. If any such interest should be provided for, it shall be and hereby is deemed to be a mistake, and this contract shall be automatically reformed to lower the rate of interest to the maximum legal contract rate, any amounts previously paid as excess interest shall be deducted from the amounts owing from the "CUSTOMER" or at the option of "ALLIED," refunded directly to "CUSTOMER." For purposes of this paragraph, ALLIED and CUSTOMER agree that KANSAS law shall apply. Any discounts granted with this contract are null and void if the charges are not paid when due.

—**ATTORNEY FEES:** In any legal action or proceeding between the parties to enforce any of the terms of this Service Contract, or in any way pertaining to the terms of this Contract, the prevailing party shall be entitled to recover all expenses, including, but not limited to, a reasonable sum as and for attorney's fees.

—**PRICES AND TAXES:** All merchandise listed in "ALLIED'S" current price schedule are F.O.B. ALLIED'S local station and are subject to change without notice. All prices are exclusive of any federal, state, local, or special taxes for the sale or use of the merchandise or services listed. The amount of taxes required to be paid by ALLIED shall be added to the quoted prices charged to CUSTOMER.

—**TOWING CHARGES:** ALLIED will make a reasonable attempt to get to and from each job site using its own equipment. Should ALLIED be unable to do so because of poor or inadequate road conditions, and should it become necessary to employ a tractor or other pulling equipment to get to or from the job site, the tractor or pulling equipment will be supplied by CUSTOMER or, if furnished by ALLIED, will be charged to and paid by CUSTOMER.

—**PREPARATION CHARGES:** If a job and/or merchandise is ordered and CUSTOMER cancels the order after preparation of a chemical solution or other material, CUSTOMER will pay ALLIED for the expenses incurred by ALLIED as a result of the cancellation.

—**DEADHAUL, CHARGES:** Unless otherwise specified on the front of this Contract, a deadhaul charge as set forth in ALLIED'S current price book will be charged each way for each service unit which is ordered by CUSTOMER but not used.

—**SERVICE CONDITIONS AND LIABILITIES:** 1. ALLIED carries public liability and property damage insurance, but since there are so many uncertain and unknown conditions beyond ALLIED'S control, ALLIED shall not be liable for injuries to property or persons or for loss or damage arising from the performance of the job or delivery of the merchandise. Customer shall be responsible for and indemnify, defend, and hold harmless ALLIED, its officers, agents and employees, from and against any and all claims or suits for:

(A) Damage to property or for bodily injury, sickness, disease, or death, brought by any person, including CUSTOMER and/or the well owner; and:

(B) Oil spills, pollution, surface or sub-surface damage, injury to the well, reservoir loss, or damage arising from a well blowout arising out of or in connection with ALLIED'S performance of the job or furnishing of merchandise in accordance with this contract, unless such loss or damage is caused by the willful misconduct or gross negligence of ALLIED or its employees.

2. With respect to any of ALLIED'S tools, equipment, or instruments which are lost in the well or damaged when performing or attempting to perform the job or, in the case of marine operations, are lost or damaged at any time after delivery to the landing for CUSTOMER and before return to ALLIED at the landing, CUSTOMER shall either recover the lost item without cost to ALLIED or reimburse ALLIED the current replacement cost of the item unless the loss or damage results from the sole negligence of ALLIED or its employees.

3. ALLIED does not assume any liability or responsibility for damages or conditions resulting from chemical action in cements caused by contamination of water or other fluids.

**WARRANTIES:** 1. ALLIED warrants all merchandise manufactured or furnished by it to be free from defects in material and workmanship under normal use and service when installed, and used, and/or serviced in the manner provided and intended. ALLIED'S obligation under this warranty is expressly limited to repair, replacement, or allowance for credit, at its option, for any merchandise which is determined by ALLIED to be defective. THIS IS THE SOLE WARRANTY OF ALLIED AND NO OTHER WARRANTY IS APPLICABLE, EITHER EXPRESS OR OTHERWISE IMPLIED, IN FACT OR IN LAW, INCLUDING ANY WARRANTY AS TO MERCHANTABILITY OR FITNESS FOR A PARTICULAR USE OR PURPOSE, CUSTOMER'S sole and only remedy with regard to any defective merchandise shall be the repair or replacement thereof or allowance for credit as herein provided, and ALLIED shall not be liable for any consequential, special, incidental, or punitive damages resulting from or caused by defective materials, products or supplies.

2. More specifically:

(A) Nothing in this contract shall be construed as a warranty by ALLIED of the success or the effectiveness of the result of any work done or merchandise used, sold, or furnished under this contract.

(B) Nothing in this contract shall be construed as a warranty of the accuracy or correctness of any facts, information, or data furnished by ALLIED or any interpretation of tests, meter readings, chart information, analysis of research, or recommendations made by ALLIED, unless the inaccuracy or incorrectness is caused by the wilful misconduct or gross negligence of ALLIED or its employees in the preparation or furnishing of such facts, information or data.

(C) Work done by ALLIED shall be under the direct supervision and control of the CUSTOMER or his agent and ALLIED will accomplish the job as an independent contractor and not as an employee or agent of the CUSTOMER.

# ALLIED CEMENTING CO., INC.

15-113-20694-0000

**CONFIDENTIAL**

13688  
**ORIGINAL**

REMIT TO P.O. BOX 31  
RUSSELL, KANSAS 67665

JUN 04 2004

SERVICE POINT:

*Oakley*

DATE <i>3-22-04</i>	SEC. <i>22</i>	TWP. <i>10s</i>	RANGE <i>31W</i>	CALLED OUT	ON LOCATION <i>2:30PM</i>	JOB START <i>6:35PM</i>	JOB FINISH <i>1:15 PM</i>
LEASE <i>Oakley</i>	WELL # <i>1</i>	LOCATION <i>Oakley, 3N-4E-1W 134E</i>			COUNTY <i>Thomas</i>	STATE <i>KS</i>	
OLD OR NEW (Circle one)							

CONTRACTOR <i>H.A. Drilling &amp; H.T. Oil</i>	OWNER <i>same</i>
TYPE OF JOB <i>Production String Bottom 5 Tage</i>	CEMENT
HOLE SIZE <i>7 1/4</i>	T.D. <i>4655'</i>
CASING SIZE <i>5 1/2</i>	DEPTH <i>4656.73</i>
TUBING SIZE	DEPTH
DRILL PIPE	DEPTH
TOOL	DEPTH
PRES. MAX <i>900'</i>	MINIMUM
MEAS. LINE	SHOE JOINT <i>11.67'</i>
CEMENT LEFT IN CSG. <i>11.67'</i>	
PERFS.	
DISPLACEMENT <i>50 Bbls Water 65 Bbls Mud</i>	

AMOUNT ORDERED <i>150 sks ASC 10% Salt 2% Gel</i>
<i>500 gal WFR-2 15K Gel</i>
COMMON _____ @ _____
POZMIX _____ @ _____
GEL _____ @ _____
CHLORIDE _____ @ _____

**EQUIPMENT**

PUMP TRUCK # <i>373-281</i>	CEMENTER <i>Dean</i>
BULK TRUCK # <i>315</i>	HELPER <i>Fuzzy/May</i>
BULK TRUCK # <i>218</i>	DRIVER <i>Mike</i>
<i>212</i>	DRIVER <i>Jorrod</i>
	<i>Larry</i>

**REMARKS:**

*pump 500 gals WFR-2 followed  
w/ 15K Gel followed w/ 150 sks  
ASC 10% Salt 2% Gel. Wash Trk &  
line. Disp w/ 50 Bbls Water + 65 Bbls  
Mud.  
Plud Landed at 900'  
Floor Held.  
  
Thank you*

**SERVICE**

DEPTH OF JOB _____	
PUMP TRUCK CHARGE _____	
EXTRA FOOTAGE _____ @ _____	
MILEAGE _____ @ _____	
PLUG _____ @ _____	
_____ @ _____	
_____ @ _____	

TOTAL \_\_\_\_\_

CHARGE TO: *H.T. Oil LLC*

STREET \_\_\_\_\_

CITY \_\_\_\_\_ STATE \_\_\_\_\_ ZIP \_\_\_\_\_

**FLOAT EQUIPMENT**

<i>Guide Shoe</i>	@ _____
<i>AFW Insert</i>	@ _____
<i>7-Centralizers</i>	@ _____
<i>2-Basket</i>	@ _____
<i>DV-Tool</i>	@ _____

TOTAL \_\_\_\_\_

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TAX \_\_\_\_\_

TOTAL CHARGE \_\_\_\_\_

DISCOUNT \_\_\_\_\_ IF PAID IN 30 DAYS

SIGNATURE *[Signature]*

PRINTED NAME \_\_\_\_\_



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(A) Damage to property or for bodily injury, sickness, disease, or death, brought by any person, including CUSTOMER and/or the well owner; and:

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—**PREPARATION CHARGES:** If a job and/or merchandise is ordered and CUSTOMER cancels the order after preparation of a chemical solution or other material, CUSTOMER will pay ALLIED for the expenses incurred by ALLIED as a result of the cancellation.

—**DEADHAUL, CHARGES:** Unless otherwise specified on the front of this Contract, a deadhaul charge as set forth in ALLIED'S current price book will be charged each way for each service unit which is ordered by CUSTOMER but not used.

—**SERVICE CONDITIONS AND LIABILITIES:** 1. ALLIED carries public liability and property damage insurance, but since there are so many uncertain and unknown conditions beyond ALLIED'S control, ALLIED shall not be liable for injuries to property or persons or for loss or damage arising from the performance of the job or delivery of the merchandise. Customer shall be responsible for and indemnify, defend, and hold harmless ALLIED, its officers, agents and employees, from and against any and all claims or suits for:

(A) Damage to property or for bodily injury, sickness, disease, or death, brought by any person, including CUSTOMER and/or the well owner; and:

(B) Oil spills, pollution, surface or sub-surface damage, injury to the well, reservoir loss, or damage arising from a well blowout arising out of or in connection with ALLIED'S performance of the job or furnishing of merchandise in accordance with this contract, unless such loss or damage is caused by the willful misconduct or gross negligence of ALLIED or its employees.

2. With respect to any of ALLIED'S tools, equipment, or instruments which are lost in the well or damaged when performing or attempting to perform the job or, in the case of marine operations, are lost or damaged at any time after delivery to the landing for CUSTOMER and before return to ALLIED at the landing, CUSTOMER shall either recover the lost item without cost to ALLIED or reimburse ALLIED the current replacement cost of the item unless the loss or damage results from the sole negligence of ALLIED or its employees.

3. ALLIED does not assume any liability or responsibility for damages or conditions resulting from chemical action in cements caused by contamination of water or other fluids.

**WARRANTIES:** 1. ALLIED warrants all merchandise manufactured or furnished by it to be free from defects in material and workmanship under normal use and service when installed, and used, and/or serviced in the manner provided and intended. ALLIED'S obligation under this warranty is expressly limited to repair, replacement, or allowance for credit, at its option, for any merchandise which is determined by ALLIED to be defective. THIS IS THE SOLE WARRANTY OF ALLIED AND NO OTHER WARRANTY IS APPLICABLE, EITHER EXPRESS OR OTHERWISE IMPLIED, IN FACT OR IN LAW, INCLUDING ANY WARRANTY AS TO MERCHANTABILITY OR FITNESS FOR A PARTICULAR USE OR PURPOSE, CUSTOMER'S sole and only remedy with regard to any defective merchandise shall be the repair or replacement thereof or allowance for credit as herein provided, and ALLIED shall not be liable for any consequential, special, incidental, or punitive damages resulting from or caused by defective materials, products or supplies.

2. More specifically:

(A) Nothing in this contract shall be construed as a warranty by ALLIED of the success or the effectiveness of the result of any work done or merchandise used, sold, or furnished under this contract.

(B) Nothing in this contract shall be construed as a warranty of the accuracy or correctness of any facts, information, or data furnished by ALLIED or any interpretation of tests, meter readings, chart information, analysis of research, or recommendations made by ALLIED, unless the inaccuracy or incorrectness is caused by the wilful misconduct or gross negligence of ALLIED or its employees in the preparation or furnishing of such facts, information or data.

(C) Work done by ALLIED shall be under the direct supervision and control of the CUSTOMER or his agent and ALLIED will accomplish the job as an independent contractor and not as an employee or agent of the CUSTOMER.