

12/12/08

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

Form ACO-1
September 1999
Form Must Be Typed

CONFIDENTIAL

WELL COMPLETION FORM

WELL HISTORY - DESCRIPTION OF WELL & LEASE

ORIGINAL AMENDED

Operator: License # 33365
 Name: Layne Energy Operating, LLC
 Address: 1900 Shawnee Mission Parkway
Mission Woods, KS 66205
 City/State/Zip:
 Purchaser: _____
 Operator Contact Person: M. Brent Natrass
 Phone: (913) 748-3960
 Contractor: Name: MOKAT Drilling
 License: 3851
 Wellsite Geologist: _____
 Designate Type of Completion:
 New Well Re-Entry Workover
 Oil SWD SLOW Temp. Abd.
 Gas ENHR SIGW
 Dry Other (Core, WSW, Expl., Cathodic, etc)
 If Workover/Re-entry: Old Well Info as follows:
 Operator: _____
 Well Name: _____
 Original Comp. Date: _____ Original Total Depth: _____
 Deepening Re-perf. Conv. to Enhr./SWD
 Plug Back Plug Back Total Depth
 Commingled Docket No. _____
 Dual Completion Docket No. _____
 Other (SWD or Enhr.?) Docket No. _____

<u>8/15/2006</u>	<u>8/16/2006</u>	<u>4/9/2007</u>
Spud Date or Recompletion Date	Date Reached TD	Completion Date or Recompletion Date

KCC
DEC 12 2006
CONFIDENTIAL

API No. 15 - 125-31148-00-00
 County: Montgomery
 _____ NW SW Sec. 16 Twp. 31 S. R. 16 East West
1980 feet from N (circle one) Line of Section
660 feet from E / W (circle one) Line of Section
 Footages Calculated from Nearest Outside Section Corner:
 (circle one) NE SE NW SW
 Lease Name: Houston Well #: 12-16
 Field Name: Cherokee Basin Coal Area
 Producing Formation: Cherokee Coals
 Elevation: Ground: 781' Kelly Bushing: _____
 Total Depth: 1143' Plug Back Total Depth: 1139.4'
 Amount of Surface Pipe Set and Cemented at 41 Feet
 Multiple Stage Cementing Collar Used? Yes No
 If yes, show depth set _____ Feet
 If Alternate II completion, cement circulated from 1139'
 feet depth to Surface w/ 120 sx cmt.

Drilling Fluid Management Plan
 (Data must be collected from the Reserve Pit)
 Chloride content N/A ppm Fluid volume _____ bbls
 Dewatering method used N/A - Air Drilled
 Location of fluid disposal if hauled offsite: _____
 Operator Name: _____
 Lease Name: _____ License No.: _____
 Quarter _____ Sec. _____ Twp. _____ S. R. _____ East West
 County: _____ Docket No.: _____

INSTRUCTIONS: An original and two copies of this form shall be filed with the Kansas Corporation Commission, 130 S. Market - Room 2078, Wichita, Kansas 67202, within 120 days of the spud date, recompletion, workover or conversion of a well. Rule 82-3-130, 82-3-106 and 82-3-107 apply. Information of side two of this form will be held confidential for a period of 12 months if requested in writing and submitted with the form (see rule 82-3-107 for confidentiality in excess of 12 months). One copy of all wireline logs and geologist well report shall be attached with this form. ALL CEMENTING TICKETS MUST BE ATTACHED. Submit CP-4 form with all plugged wells. Submit CP-111 form with all temporarily abandoned wells.

All requirements of the statutes, rules and regulations promulgated to regulate the oil and gas industry have been fully complied with and the statements herein are complete and correct to the best of my knowledge.

Signature: MB Natrass
 Title: Agent Date: 7/31/07
 Subscribed and sworn to before me this 31 day of July
20 07
 Notary Public: MacLaughlin Darlene
 Date Commission Expires: 1/4/2009

KCC Office Use ONLY

Letter of Confidentiality Attached
 If Denied, Yes Date: _____
 Wireline Log Received
 Geologist Report Received
 Distribution

RECEIVED
 KANSAS CORPORATION COMMISSION
AUG 01 2007

MacLAUGHLIN DARLING
 Notary Public - State of Kansas
 My Appt. Expires: 1/4/2009