KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

September 1999 Form Must Be Typed

Kansas Co	DRPORATION COMMISSION Form ACO
	September 19
WELLO	CMFEE HON FORM
About up 10HA - I	DESCRIPTION OF WELL & LEASE ORIGINAL
Operator: License # 30420 Vincent Innone	dba API No. 15 - 065-22903-00-00
Name: VJI NATURAL RESOURCES. INC.	GRAHAM (CRAHAM)
Address: 30-38 48th Street	
City/State/Zip: ASTORIA NY 11103	
Purchaser:	lock from 5 / (N/(circle one) Line of Section
Operator Contact Person: JASON DINGES	Line of Section
Phone: (785) 625-8360 c	The section Corner:
Contractor Name Andy Anderson dba A & A PROD	TICHTON NE SE NW SW
	(MAI) #: 0
Wellsite Geologist: JERRY GREEN Designate Type of Completion: X New Well Po Fetty	Field Name: HOLLEY
Designate Type of Completion:	Producing Formation:
Designate Type of Completion: X New Well Re-Entry Workov WICH Oil SWD SIOW Temp. Abd.	Elevation: Ground: 2470 est Kelly Bushing:
Oil SIMP SIGN	Total Depth: 4034 Plug Back Total Depth: 213 6 218 Amount of Surface Pipe Set and Cemented at W 150 Sacks
Gas ENHR SIGW	Feet Subject of the s
	Multiple Stage Cementing Collar Used? ☐ Yes ☑ No
Dry Other (Core, WSW, Expl., Cathodic, etc)	If yes, show depth setFeel
If Workover/Re-entry: Old Well Info as follows:	If Alternate II completion, cement circulated from
Operator:	feet depth tow/sx cmt.
Original Comp. Date: Original Total Depth:	(Data must be collected from the Reserve Pit)
Deepening Re-perf Conv. to Enhr./SWE	Chloride content 2500 ppm Fluid volume 110 bbls
Plug BackPlug Back Total Depth	Dewatering method used Natural Settling
Commingled Docket No.	
Dual Completion Docket No.	
Other (SWD or Enhr.?) Docket No.	Operator Name: Challenger Exploration
3/28/03 4/23/03 4/23/03	Lease Name: Dechant License No.: 03919
Spud Date or Date Reached TD Completion Date or Recompletion Date	Quarter Sec. 17 Twp. 14 S. R. 18
Information of side two of this form will be held confidential for a period	ed with the Kansas Corporation Commission, 130 S. Market - Room 2078, Wichita, vorkover or conversion of a well. Rule 82-3-130, 82-3-106 and 82-3-107 apply. od of 12 months if requested in writing and submitted with the form (see rule 82-3-e logs and geologist well report shall be attached with this form. ALL CEMENTING wells. Submit CP-111 form with all temporarily abandoned wells.
All requirements of the statutes, rules and regulations promulgated to herein are complete and correct to the best of my knowledge.	regulate the oil and gas industry have been fully complied with and the statements
Signature:	KCC Office Use ONLY
Title:	Letter of Confidentiality Attached
Subscribed and sworn to before me this day of a	If Denied, Yes Date:
19.2003	Wireline Log Received
(and () ()	Geologist Report Received
Notary Public: That I I I I I I I I I I I I I I I I I I I	Marganes - san removement and san
Date Commission Expires Jan 21, 2008	Graham County, Kerress

Vincennt Innone dba Operator Name: VYJI@NATURALPRESOURCES, \$INC. .. Lease Name: HOLLEY Sec. 31 Twp. 8 S. R. 24 East X West Well #: _ County: **GRAHAM** 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 X Yes □No X Log Formation (Top), Depth and Datum (Attach Additional Sheets) Sample Samples Sent to Geological Survey Name **⊠** No Datum 2160-2194 Anhy Cores Taken Yes 🗌 X No -1292Heebner Electric Log Run X Yes No -1316 Toronto (Submit Copy) LKC List All E. Logs Run: BKC X Radiation Guard Log RTD CASING RECORD New Used Report all strings set-conductor, surface lintermediate, production, etc. Siza Hole Purpose or String Size Casing Weight Sotting Drilled Type of Set (In O.D.) # Sucis Type and Parcent Depth Cement Used Additives SURFACE 12 1/4 60/40 5/8 3% CC 20 😪 218 POZ 150 <u>2% Gel</u> . . . ADDITIONAL CEMENTING / SQUEEZE RECORD Purpose: - Depth Type of Cement #Sacks Used Top Bottom Perforate Type and Percent Additives **Protect Casing** Plug Back TD _ Plug Off Zone PERFORATION RECORD - Bridge Plugs Set/Type Shots Per Foot Acid, Fracture, Shot, Cement Squeeze Record Specify Footage of Each Interval Perforated (Amount and Kind of Material Used) Depth TUBING RECORD Set At Packer At Liner Run Yes □ No Date of First, Resumerd Production, SWD or Enhr. Producing Method Flowing Pumping Gas Lift Other (Explain) Estimated Production Bbls. Mcf Per 24 Hours Gas-Oil Ratio Disposition of Gas METHOD OF COMPLETION Production Interval Vented Sold Used on Lease Open Hole Perf. Dually Comp. (If vented, Sumit ACO-18.) Commingled Other (Specify)

ALLIED CEMENTING CO., INC Federal Tax I.D.# 15.065- 22903-00-00 SERVICE POINT: REMIT TO P.O. BOX 31 **RUSSELL, KANSAS 67665** ON LOCATION JOB START CALLED OUT JOB FINISHOM DATE 4-14-03 COUNTY STATE LEASE Holle WELL# LOCATION Maclaud 3/5-36-1N Combana OLD OR NEW (Circle one) Ew-HUNI A+A D.k **CONTRACTOR OWNER** TYPE OF JOB SUFFORE **CEMENT HOLE SIZE** 1274 AMOUNT ORDERED 150 5Kg 64/10, per 85/4 **CASING SIZE DEPTH TUBING SIZE DEPTH** DRILL PIPE **DEPTH** TOOL DEPTH PRES. MAX **MINIMUM** 90 sks @ 785 COMMON___ MEAS. LINE SHOE JOINT 60 56 @ 335 POZMIX ___ 5Ks @ 10 00 CEMENT LEFT IN CSG. GEL PERFS. CHLORIDE 5k @ DISPLACEMENT **EQUIPMENT** @ @ **PUMP TRUCK** CEMENTER @ 192 HELPER HANDLING @ **BULK TRUCK** 4/d som SKIEL 212 **DRIVER BULK TRUCK** TOTAL 1.663 34 **DRIVER REMARKS:** SERVICE DEPTH OF JOB PUMP TRUCK CHARGE EXTRA FOOTAGE MILEAGE 65 MA <u>5</u> @ PLUG 55 Surface @ @ @: CHARGE TO: V. J. I. natural Resources STREET ____ FLOAT EQUIPMENT CITY____STATE 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.

SIGNATURE A / Cerre

TOTAL CHARGE _____ DISCOUNT ______ IF PAID IN 30 DAYS PRINTED NAME

TOTAL

ALLIED CEMENTING CO., INC. 12200
Federal Tax I.D.#

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

15-065-22903-00-00

DATE 3-03 SEC.	TWP.	RANGE	CALLED	OUT		ATION	JOB START	JOB FINISH
Holler	····		<i>t t</i>	STOP	1000	OBN	COUNTY,	9:301201 STATE
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To Allied Cementing Co.	., Inc.					@	[®]	
You are hereby requested	to rent cemer	nting equipment						,
and furnish cementer and	thelper to ass	ist owner or			The last real last last last last last last last la	And the Party of t	TOTAL _	
contractor to do work as	is listed. The	above work was						
done to satisfaction and s	supervision of	owner agent or	TAX_	٠.			,	
contractor. I have read &	z understand the	he "TERMS AND						
CONDITIONS" listed on	the reverse s	ide.			GE		***************************************	
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) /	(1	21000				— IF PAID	IN 30 DAYS
SIGNATURE/	MAN	John James Marie Comment	out of the second					
TOTAL ORE	V W	The second secon						
-744		Ministrative Management Comment		•	Pl	RINTED	NAME	
**************************************	- windy the transfer of the same	-						

DRILLERS WELL LOG

Date Commenced:

Date Completed:

HOLLEY 6-G

MAR 28, 2003

Rotary Spud :

APR 14, 2003

APR 24, 2003

Vincent innone dba:

VJI NATURAL RESOURCES, INC

Elevation: 2470 G..L. est.

NW/4 31-8S-24W

Graham Co, KS

DEPTH

0 -222 Shale

222 - 1035 Shale & Sand

1035 - 2159 Shale & Sand

2159 - 2199 Anhydrite

2199 - 2537 Shale

2537 - 2757 ShaleS & Sand

2757 - 2772 Shale

2772 - 2941 Shale

2941 - 3130 Shale & Sand

3130 - 3245 Shale

3245 - 3412 Lime & Shale

3412 - 3559 Lime & Shale

3559 - 3705 Shale

3705 - 3900 Lime & Shale

3900 - 3940 Lime

3940 - 3958 Lime & Shale

3958 - 4015 Lime

4015 - 4035 Lime & Shale

4035 R.T.D. KCC WICHITA

Surface Pipe: Set 213 ft of 8 5/8" casing @ 218 ft with 150 sacks of 60/40 Poz, 3% CC 2% Gel.

AFFIDAVIT

STATE OF KANSAS

) ss:

COUNTY OF GRAHAM)

Andy Anderson of lawful age, does swear and state that the facts and statements herein are true and correct to the best of his knowledge.

Andy Anderson

Subscribed and sworn to before me this 25th day of April 2003.

My Commission Expires: January 21, 2004

> RITA A. ANDERSON Graham County, Kansa

Rita A. Anderson, Notary Public

ALLIED CEMENTING CO., INCORTEGINAL Federal Tax I.D.#

	•					
O. BOX 31	•	. •				

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

SERVICE POINT:

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4-23-03 DATE	SEC.	TWP.	RANGE 24w	CALLEI		ON LOCAT	AM	JOB START 7. BO PM	JOB FINISH 9:30121
Holley LEASE	WELL#	6-6	LOCATION MO	rland	570P	14E3		COUNTY Groham	STATE
OLD OR NEW Ci	rcle one)	7	7,,0			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	-	AI UNTIL	
	1		<u> </u>						
CONTRACTOR	HY	H DY	19	OW	NER		59m	رع	
TYPE OF JOB	72	1,							
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	isted)on (the reverse	side.	•				IF PAII	O IN 30 DAYS
SIGNATURE	isted\on (the reverse	side.	•				IF PAII	O IN 30 DAYS

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.

15-065-22903-00-00 LLIED CEMENTING CO., 4NG. 202253 20 Federal Tax I.D. REMIT TO P.O. BOX 31 **RUSSELL, KANSAS 67665** JOB START JOB FINISHPM 7:00 SEC. RANGE CALLED OUT COUNTY WELL# LOCATION Morland 3/25-3E-IN Grakaus Van OLD OR NEW (Circle one) BW- WINI A+A Dike **CONTRACTOR OWNER** Same SurFace TYPE OF JOB 1214 **CEMENT** AMOUNT ORDERED 150 5ks 6/40 per 3% cc - 2% Cc 1 8 5/E **CASING SIZE DEPTH TUBING SIZE DEPTH DEPTH DEPTH** 90 sks @ 725 **MINIMUM** SHOE JOINT 60 5Ks SKS @ 10 00 CEMENT LEFT IN CSG. CHLORIDE] **DISPLACEMENT EQUIPMENT** PUMP TRUCK CEMENTER_ @ HANDLING ... 158 SKs @ 142 **BULK TRUCK** # 212 BULK TRUCK TOTAL 1.663 30 **DRIVER** REMARKS: SERVICE **DEPTH OF JOB** PUMP TRUCK CHARGE **EXTRA FOOTAGE** MILEAGE CHARGE TO: V. J. I. Natural Resources FLOAT EQUIPMENT TOTAL _

To Allied Cementing Co., Inc.

STREET

HOLE SIZE

DRILL PIPE

PRES. MAX

MEAS. LINE

TOOL

PERFS.

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CONDITIONS" listed on the reverse side.

SIGNATURE 4

TOTAL CHARGE _ DISCOUNT -— IF PAID IN 30 DAYS

PRINTED NAME

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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.

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—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 a 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.