

KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION

Form ACO-1  
September 1999  
Form Must Be Typed

WELL COMPLETION FORM  
WELL HISTORY - DESCRIPTION OF WELL & LEASE

ORIGINAL

Operator: License # 32204  
Name: REDLAND RESOURCES, INC.  
Address: 6001 NW 23RD STREET  
City/State/Zip: OKLAHOMA CITY, OK 73127  
Purchaser: WESTERN GAS / PLAINS MKTG  
Operator Contact Person: ALAN THROWER  
Phone: ( 405 ) 789-7104  
Contractor: Name: TOMCAT DRILLING, LLC  
License: 33822  
Wellsite Geologist: MIKE POLLOK  
Designate Type of Completion:  
 New Well  Re-Entry  Workover  
 Oil  SWD  SIOW  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. \_\_\_\_\_  
08/17/06                      09/03/06                      9/28/06  
Spud Date or                      Date Reached TD                      Completion Date or  
Recompletion Date                                                                Recompletion Date

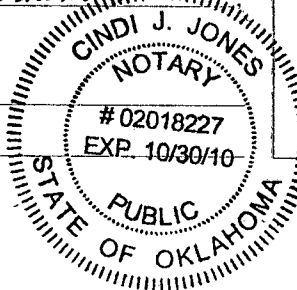
API No. 15 - 007-23043-0000  
County: BARBER  
\_\_\_\_\_ C \_\_\_\_\_ SE Sec. 21 Twp. 34 S. R. 14  East  West  
1320 feet from (S) / N (circle one) Line of Section  
1320 feet from (E) / W (circle one) Line of Section  
Footages Calculated from Nearest Outside Section Corner:  
(circle one) NE (SE) NW SW  
Lease Name: NITA Well #: 21-10  
Field Name: AETNA GAS AREA  
Producing Formation: MISSISSIPPIAN  
Elevation: Ground: 1602' Kelly Bushing: 1610'  
Total Depth: 4999' Plug Back Total Depth: 4970'  
Amount of Surface Pipe Set and Cemented at 925' Feet  
Multiple Stage Cementing Collar Used?  Yes  No  
If yes, show depth set \_\_\_\_\_ Feet  
If Alternate II completion, cement circulated from \_\_\_\_\_  
feet depth to \_\_\_\_\_ w/ \_\_\_\_\_ sx cmt.

Drilling Fluid Management Plan  
(Data must be collected from the Reserve Pit)  
Chloride content 5000 ppm Fluid volume 560 bbls  
Dewatering method used TRUCK HAULING  
Location of fluid disposal if hauled offsite: \_\_\_\_\_  
Operator Name: OIL PRODUCERS  
Lease Name: LEON MAY 1-13 License No.: 8061  
Quarter \_\_\_\_\_ Sec. 13 Twp. 35S S. R. 16W  East  West  
County: COMANCHE Docket No.: D28,472

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: Alan Thrower  
Title: PRESIDENT Date: FEBRUARY 4, 2007  
Subscribed and sworn to before me this 5<sup>th</sup> day of FEBRUARY  
20 07  
Notary Public: [Signature]  
Date Commission Expires: \_\_\_\_\_



KCC Office Use ONLY

Letter of Confidentiality Received  
If Denied, Yes  Date: \_\_\_\_\_  
 Wireline Log Received  
 Geologist Report Received  
 UIC Distribution

RECEIVED  
KANSAS CORPORATION COMMISSION  
FEB 08 2007

CONSERVATION DIVISION  
WICHITA, KS

Operator Name: REDLAND RESOURCES, INC. Lease Name: NITA Well #: 21-10  
 Sec. 21 Twp. 34 S. R. 14  East  West County: BARBER

**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:

**DUAL INDUCTION, NEUTRON, DENSITY, MICROLOG**

<input checked="" type="checkbox"/> Log	Formation (Top), Depth and Datum	<input type="checkbox"/> Sample
Name	Top	Datum
CHASE	2083	-473
TOP PENN	3030	-1420
BS HEEBNER	3954	-2344
LANSING	4144	-2534
STARK SHALE	4558	-2948
CHEROKEE SH	4748	-3138
MISS UNCONFORM	4764	-3164

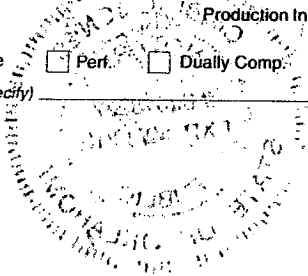
CASING RECORD <input checked="" type="checkbox"/> New <input type="checkbox"/> Used							
Report all strings set-conductor, surface, intermediate, production, etc.							
Purpose of String	Size Hole Drilled	Size Casing Set (In O.D.)	Weight Lbs. / Ft.	Setting Depth	Type of Cement	# Sacks Used	Type and Percent Additives
CONDUCTOR	17.25	13.375"	48#	258'	Class A	275	3%CC, 2% gel
surface	12.25"	8.625"	24#	925'	Class A	250	3%CC, 2% gel
production	7.875"	4.5"	10.50#	4999'	CLASS H	250	10%typecast, 10%set, 0%foamed, 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
1 SPF	4765-4855'	ACID W/2000 GAL 15%	ALL
		FRAC W/5512 BW & 41,500# SAND	ALL

TUBING RECORD		Size	Set At	Packer At	Liner Run
		2.375"	4768'	N/A	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Date of First, Resumerd Production, SWD or Enhr. SI - WOPL		Producing Method <input checked="" type="checkbox"/> Flowing <input 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
	5	150'	50	30,000	25

Disposition of Gas  Vented  Sold  Used on Lease (If vented, Submit ACO-18.)  
 METHOD OF COMPLETION  Open Hole  Perf.  Dually Comp.  Confiningled  
 Other (Specify) \_\_\_\_\_



# ALLIED CEMENTING CO., INC.

24577

Federal Tax I.D.                     

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

SERVICE POINT:  
ML

DATE <u>8-21-06</u>	SEC. <u>21</u>	TWP. <u>34s</u>	RANGE <u>14W</u>	CALLED OUT <u>11:00 AM</u>	ON LOCATION <u>12:00 PM</u>	JOB START <u>8:00 PM</u>	JOB FINISH <u>8:30 PM</u>
LEASE <u>Giles Ranch</u>		WELL # <u>21-10</u>	LOCATION <u>160 + Lake City Rd</u>	COUNTY <u>Barber</u>		STATE <u>KS.</u>	
OLD OR <input checked="" type="radio"/> NEW (Circle one)			<u>5.9 5/8 to Sandy Creek Rd. 115+W</u>				

CONTRACTOR Tomcat Drilling

TYPE OF JOB 8 5/8 surface

HOLE SIZE 12 1/4 T.D. 932'

CASING SIZE 8 5/8 x 24" DEPTH 928'

TUBING SIZE \_\_\_\_\_ DEPTH \_\_\_\_\_

DRILL PIPE \_\_\_\_\_ DEPTH \_\_\_\_\_

TOOL \_\_\_\_\_ DEPTH \_\_\_\_\_

PRES. MAX 700 MINIMUM \_\_\_\_\_

MEAS. LINE \_\_\_\_\_ SHOE JOINT 42'

CEMENT LEFT IN CSG. \_\_\_\_\_

PERFS. \_\_\_\_\_

DISPLACEMENT 56 1/2 Bbls freshwater

EQUIPMENT

OWNER Redland Resources

CEMENT

AMOUNT ORDERED

350 sx Class A 3% cc + 2% gel  
(Used 250)

COMMON	<u>250 A</u>	@	<u>10.65</u>	<u>2662.50</u>
POZMIX		@		
GEL	<u>5</u>	@	<u>16.65</u>	<u>83.25</u>
CHLORIDE	<u>9</u>	@	<u>46.60</u>	<u>419.40</u>
ASC		@		
		@		
		@		
		@		
		@		
		@		
		@		
HANDLING	<u>369</u>	@	<u>1.90</u>	<u>701.10</u>
MILEAGE	<u>25 x 369 x .09</u>			<u>830.25</u>
TOTAL				<u>4696.50</u>

PUMP TRUCK CEMENTER Carl Balding

# 414-302 HELPER Dennis Cushman

BULK TRUCK

# 353 DRIVER Greg Grieve's

BULK TRUCK

# \_\_\_\_\_ DRIVER \_\_\_\_\_

REMARKS:

Have 258' 13 3/8 set. Drill to 815' +  
Have loss circulation drill to 922 w/ 12 1/4  
Run 928' 8 5/8 csg. Pump Pipe app. mix 150 sx  
A 3+2 Release plug + Displace w/ 56 1/2 Bbls  
Cement Done 110' + circulate  
Run 100' 1 inch + top off  
with 100 sx Class A 3% cc 2% gel

SERVICE

DEPTH OF JOB	<u>928'</u>			
PUMP TRUCK CHARGE	<u>0-300'</u>		<u>815.00</u>	
EXTRA FOOTAGE	<u>628'</u>	@	<u>.65</u> <u>408.20</u>	
MILEAGE	<u>25</u>	@	<u>6.00</u> <u>150.00</u>	
MANIFOLD		@		
<u>Head Rental</u>		@	<u>100.00</u> <u>100.00</u>	
TOTAL				<u>1473.20</u>

CHARGE TO: Redland Resources

STREET \_\_\_\_\_

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

RECEIVED  
KANSAS CORPORATION COMMISSION

FEB 08 2007

CONSERVATION DIVISION  
WICHITA, KS

8 5/8" PLUG & FLOAT EQUIPMENT

<u>1- Reg Guide Shoe</u>	@	<u>235.00</u>	<u>235.00</u>
<u>1- AFV Insert</u>	@	<u>325.00</u>	<u>325.00</u>
<u>2- Centralizers</u>	@	<u>55.00</u>	<u>110.00</u>
<u>1- 24" Basket</u>	@	<u>325.00</u>	<u>325.00</u>
<u>1- TRP</u>	@	<u>100.00</u>	<u>100.00</u>

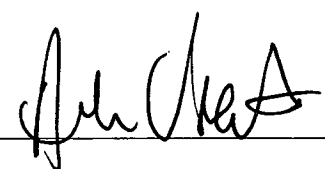
ANY APPLICABLE TAX  
WILL BE CHARGED  
UPON INVOICING

TOTAL 1095.00

TOTAL CHARGE

DISCOUNT  IF PAID IN 30 DAYS

To Allied Cementing Co., Inc.  
You are hereby requested to rent cementing equipment and furnish cement 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 

Alan McArthur  
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.

23268

Federal Tax I.D.#

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

SERVICE POINT:

MEDICINE LODGE

DATE <u>8-16-06</u>	SEC <u>21</u>	TWP. <u>34s</u>	RANGE <u>14w</u>	CALLED OUT <u>11:30 pm</u>	ON LOCATION <u>2:00 am</u>	JOB START <u>8:30 pm</u>	JOB FINISH <u>9:15 pm</u>
LEASE <u>NCTA</u>	WELL # <u>21-10</u>	LOCATION <u>1602 LAKE CITY RD., 5.9 SW</u>			COUNTY <u>BARBER</u>	STATE <u>KS</u>	
OLD OR <input checked="" type="radio"/> (NEW) (Circle one)			TO SANDY CREEK RD, 11 SW, W/INTO				

CONTRACTOR TOMKAT #1

TYPE OF JOB CONDUCTOR

HOLE SIZE 17 1/2" T.D. 263'

CASING SIZE 13 3/8" DEPTH 258'

TUBING SIZE \_\_\_\_\_ DEPTH \_\_\_\_\_

DRILL PIPE 4 1/2" DEPTH \_\_\_\_\_

TOOL \_\_\_\_\_ DEPTH \_\_\_\_\_

PRES. MAX 250 MINIMUM 100

MEAS. LINE \_\_\_\_\_ SHOE JOINT 20'

CEMENT LEFT IN CSG. 20'

PERFS. \_\_\_\_\_

DISPLACEMENT 37 1/4 bbl. FRESH WATER

OWNER REDLAND RESOURCES

CEMENT

AMOUNT ORDERED 275 SX CLASS A + 3% CC + 2% GEL

COMMON	<u>275 A</u>	@	<u>10.65</u>	<u>2928.75</u>
POZMIX		@		
GEL	<u>5</u>	@	<u>16.65</u>	<u>83.25</u>
CHLORIDE	<u>10</u>	@	<u>46.60</u>	<u>466.00</u>
ASC		@		
		@		
		@		
		@		
		@		
		@		
HANDLING	<u>290</u>	@	<u>1.90</u>	<u>551.00</u>
MILEAGE	<u>25 X 290 X .09</u>			<u>652.50</u>
TOTAL				<u>4681.50</u>

EQUIPMENT

PUMP TRUCK CEMENTER BILL M.

# 360 HELPER DWAYNE W.

BULK TRUCK

# 381 DRIVER CLWT W.

BULK TRUCK

# \_\_\_\_\_ DRIVER \_\_\_\_\_

REMARKS:

PIPE ON BOTTOM, BREAK CIRCULATION, PUMP PRE-FLUSH, PUMP 275 SX CLASS A + 3% CC + 2% GEL, STOP PUMPS, RELEASE PLUG, START DISPLACEMENT, SET LIFT, DISPLACE WITH 37 1/4 bbl. FRESH WATER, STOP PUMPS, SHUT-IN, CIRCULATE CEMENT.

SERVICE

DEPTH OF JOB	<u>258'</u>			
PUMP TRUCK CHARGE				<u>815.00</u>
EXTRA FOOTAGE		@		
MILEAGE	<u>25</u>	@	<u>6.00</u>	<u>150.00</u>
MANIFOLD HEAD RENT		@	<u>100.00</u>	<u>100.00</u>
WAIT TIME	<u>7 hours</u>	@	<u>200.00</u>	<u>1400.00</u>

CHARGE TO: REDLAND RESOURCES

STREET \_\_\_\_\_

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

RECEIVED  
KANSAS CORPORATION COMMISSION

FEB 08 2007

TOTAL 2465.00

CONSERVATION DIVISION  
WICHITA, KS FLOAT EQUIPMENT

<u>13 3/8" WOODEN PLUG</u>	<u>1</u>	@	<u>70.00</u>	<u>70.00</u>
		@		
		@		
		@		
		@		

ANY APPLICABLE TAX WILL BE CHARGED UPON INVOICING

TOTAL 70.00

TAX \_\_\_\_\_

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

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

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 Alan Vratil

ALAN VRATIL  
PRINTED NAME

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—**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.

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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 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 willful 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. 24822

Federal Tax I.D. [REDACTED]

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

SERVICE POINT:  
*Medicine Lodge, KS*

DATE <i>04 Sep 06</i>	SEC. <i>21</i>	TWP. <i>34s</i>	RANGE <i>14w</i>	CALLED OUT <i>5:30 AM</i>	ON LOCATION <i>8:00 AM</i>	JOB START <i>10:30 AM</i>	JOB FINISH <i>12:30 PM</i>
LEASE <i>Siles Ranch</i>		WELL # <i>21-10</i>	LOCATION <i>160<sup>vs</sup> of Lake City Rd, 5.9 s/w to</i>	COUNTY <i>Barber</i>	STATE <i>KS</i>		
OLD OR NEW (Circle one): <u>NEW</u>			<i>Sandy Creek Rd, 1 1/2 s &amp; w, w f N/into</i>				

CONTRACTOR *Tomcat #1*

TYPE OF JOB *Production Casing*

HOLE SIZE *7 7/8* T.D. *5000*

CASING SIZE *4 1/2* DEPTH *5005*

TUBING SIZE DEPTH

DRILL PIPE DEPTH

TOOL DEPTH

PRES. MAX *1600* MINIMUM *—*

MEAS. LINE SHOE JOINT *20'*

CEMENT LEFT IN CSG. *20'*

PERFS.

DISPLACEMENT *79 Bbls 2% KCL Water*

OWNER *Redland Resources*

CEMENT

AMOUNT ORDERED *250 sx 'H' + 10% gyp + 10% salt + 6# Kolsel + 8% FL160 + 1/4 Flo Seal AND 25 60:40'6 AND 8 gal Clapno AND 500 gal Mud Clean*

COMMON	<i>15 A</i>	@	<i>10.65</i>	<i>159.75</i>
POZMIX	<i>10</i>	@	<i>5.80</i>	<i>58.00</i>
GEL	<i>1</i>	@	<i>16.65</i>	<i>16.65</i>
CHLORIDE		@		
ASC		@		
<i>250 H</i>		@	<i>12.75</i>	<i>3187.50</i>
<i>Kol Seal 1500 #</i>		@	<i>.70</i>	<i>1050.00</i>
<i>Flo Seal 63 #</i>		@	<i>2.00</i>	<i>126.00</i>
<i>Mud Clean 500 gal</i>		@	<i>1.00</i>	<i>500.00</i>
<i>CIA Pro 8 gal</i>		@	<i>25.00</i>	<i>200.00</i>
<i>FL-160 188 #</i>		@	<i>10.65</i>	<i>2002.20</i>
<i>Gyp Seal 24</i>		@	<i>23.35</i>	<i>560.40</i>
<i>Salt 27</i>		@	<i>9.60</i>	<i>259.20</i>
HANDLING	<i>364</i>	@	<i>1.90</i>	<i>691.60</i>
MILEAGE	<i>25 x 364 x .09</i>			<i>819.00</i>
TOTAL				<i>9630.30</i>

**REMARKS:**

*Pipe on Btm, Break Circ, Pump Pacflush, Plug bathole, M.X 250sx cement, Stop Pumps, Wash Pumps & Lines, Release Plug, Start Disp w/2% KCL Water, See Steady increase in lift, Slow Rate, Bump Plug at 79 Bbls total 2% KCL water Disp, Release PSI, Float Did Hold.*

**SERVICE**

DEPTH OF JOB	<i>5005</i>		
PUMP TRUCK CHARGE			<i>1840.00</i>
EXTRA FOOTAGE		@	
MILEAGE	<i>25</i>	@	<i>6.00 150.00</i>
<del>MANIP</del> Head Rental		@	<i>100.00 100.00</i>
		@	
		@	
TOTAL <i>2090.00</i>			

CHARGE TO: *Redland Resources*

STREET \_\_\_\_\_

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

**PLUG & FLOAT EQUIPMENT**

<i>1-AFU Float + Shoe</i>	@	<i>200.00</i>	<i>200.00</i>
<i>1-Latch down Plug Assy</i>	@	<i>325.00</i>	<i>325.00</i>
<i>1-Basket</i>	@	<i>130.00</i>	<i>130.00</i>
<i>8-Centralizers</i>	@	<i>45.00</i>	<i>360.00</i>
	@		

ANY APPLICABLE TAX WILL BE CHARGED UPON INVOICING TOTAL *1015.00*

TAX \_\_\_\_\_

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

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

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.

RECEIVED  
KANSAS CORPORATION COMMISSION

FEB 08 2007

CONSERVATION DIVISION  
WICHITA, KS

SIGNATURE \_\_\_\_\_

*Alon Vratil*

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.

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