ORIGINAL

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

Operator: License #_6039	API No. 15 - 135-24756-0000
Name: L. D. DRILLING, INC.	County: NESS
Address: 7 SW 26 AVE	NE - NE - Sec. 4 Twp. 20 S. R. 25 ☐ East ✓ West
City/State/Zip: GREAT BEND, KS 67530	330 feet from S / (N) (circle one) Line of Section
Purchaser:	450 feet from (E)/ W (circle one) Line of Section
Operator Contact Person: L. D. DAVIS	
Phone: (_620)793-3051	Footages Calculated from Nearest Outside Section Corner: (circle one) (NE) SE NW SW
Contractor: Name: L. D. DRILLING, INC.	GRACE 1
License: 6039	
Wellsite Geologist: KIM SHOEMAKER	Field Name:
•	Producing Formation: Elevation: Ground: 2422' Kelly Bushing: 2427'
Designate Type of Completion:	
New Well Re-Entry Workover	Total Depth: 4488' Plug Back Total Depth:
Oil SWD SIOW Temp. Abd.	Amount of Surface Pipe Set and Cemented at 936 Feet
Gas ENHR SIGW	Multiple Stage Cementing Collar Used?
✓ Dry Other (Core, WSW, Expl., Cathodic, etc)	If yes, show depth setFeet
If Workover/Re-entry: Old Well Info as follows:	If Alternate II completion, cement circulated from
Operator:	feet depth tosx cmt.
Well Name:	Drilling Fluid Management Plan
Original Comp. Date: Original Total Depth:	Drilling Fluid Management Plan (Data must be collected from the Reserve Pit)
Deepening Re-perf Conv. to Enhr./SWD	Chloride content ppm Fluid volume bbls
Plug BackPlug Back Total Depth	Dewatering method used
Commingled Docket No	
Dual Completion Docket No	Location of fluid disposal if hauled offsite:
Other (SWD or Enhr.?) Docket No	Operator Name:
,	Lease Name: License No.:
3/14/08 3/21/08 Spud Date or Date Reached TD Completion Date or	Quarter Sec Twp S. R
Recompletion Date Recompletion Date	County: Docket No.:
Kansas 67202, within 120 days of the spud date, recompletion, workor Information of side two of this form will be held confidential for a period of	th the Kansas Corporation Commission, 130 S. Market - Room 2078, Wichita, ver or conversion of a well. Rule 82-3-130, 82-3-106 and 82-3-107 apply. If 12 months if requested in writing and submitted with the form (see rule 82-3-135) and geologist well report shall be attached with this form. ALL CEMENTING is. Submit CP-111 form with all temporarily abandoned wells.
All requirements of the statutes, rules and regulations promulgated to regulaterin are complete and correct to the best of my knowledge.	ulate the oil and gas industry have been fully complied with and the statements
Signature: Sun Schewen	, KCC Office Use ONLY
Title: CLERK Date: MARCH 28, 2008	Letter of Confidentiality Received
Subscribed and sworn to before me this 28 day of March	If Denied, Yes Date:
20 08	Wireline Log Received ベビンドレン
Cochan HAHA	✓ Geologist Report Received KANSAS CORPORATION COMMIS
Notary Public: Rashell Pat	UIC Distribution MAD 2 4 2000
Date Commission Expires: 2-02-11 Rashell Pat	NOVARY PUBLIC - STATE OF CHINSAS
	Rashell Patters Conservation Division
	MY ADOL END ZETT KS

Operator Name: L. D	lame: L. D. DRILLING, INC.					GRACE	Well #: 1					
ec4 Twp20	S. R ²⁵	East	✓ West		ty: NESS							
NSTRUCTIONS: Show ested, time tool open a emperature, fluid recove lectric Wireline Logs s	and closed, flowing very, and flow rates	and shut-ir if gas to si	n pressures urface test,	, whether s along with	shut-in pre	ssure reached	i static level, hydros	static pressu				
rill Stem Tests Taken (Attach Additional Sh	reets)	✓ Yes	s □No		L	og Format	tion (Top), Depth ar	nd Datum	Sample			
Samples Sent to Geolo	gical Survey	✓ Yes	i □ No		Name	9		Top Date				
Cores Taken Electric Log Run (Submit Copy)		☐ Yes ☐ Yes	_									
ist All E. Logs Run:												
					SEE	ATTACHED						
		Report a		RECORD	✓ Ne	w Used	ction, etc.		THE RESERVE OF THE PARTY OF THE			
Purpose of String	Size Hele				ight ./Ft.	Setting Depth	Type of Cement	# Sacks Used	Type and Percent Additives			
SURFACE	UDEAGE		3"	24#		936'	60/40 POZMIX	175	3%CC,2%GEL,1/4#FS			
						4						
Purpose:	ADDITIONAL Cement		s Used	EEZE RECORI	Type and Percent Additives							
Perforate Protect Casing Plug Back TD Plug Off Zone	Top Bottom						1,750 0.10 1					
	DEBEODATIO	N DECORD	Dride a Dlu	0-1/5		Azid Fu						
Shots Per Foot	PERFORATION Specify F	ootage of Ea	ch Interval Pe	gs Seviype erforated	'	ACIO, FIE	acture, Shot, Cement S mount and Kind of Mate	erial Used)	Depth			
		• • •										
•	, , , , , , , , , , , , , , , , , , ,	**************************************										
TUBING RECORD	Size	Set At	The state of the s	Packer	At	Liner Run	Yes No					
Date of First, Resumerd P	roduction, SWD or Er	nhr. F	Producing Me	thod	Flowing	Pumpi	ing Gas Lift	Othe	er (Explain)			
Estimated Production Per 24 Hours	Oil E	3bls.	Gas	Mcf	Water			s-Oil Ratio	Gravity			
Disposition of Gas	METHOD OF C	OMPLETION				Production Inte	rval					
	Used on Lease		Open Hole	Per	f. 🔲 Du	ually Comp.	Commingled	KANS	RECEIVED SAS CORPORATION COM			

MAR 3 1 2008

Attachment to and Made a Part of ACO1: GRACE #1, Sec 4-21-25, Ness Co., KS

DAILY DRILLING REPORT

OPERATOR:

L.D. DRILLING, INC.

LEASE: GRACE #1

NE NE NE Sec 4-20-25

WELLSITE GEOLOGIST:

Kim Shoemaker

Ness Co., KS

CONTRACTOR:

L. D. DRILLING, INC.

ELEVATION:

2422' GR:

KB:

2427'

SPUD:

3/14/08 @ 2:30 A.M.

PTD:

4520'

SURFACE:

Ran 21 jts New 24# 8 5/8" Surface Casing, Tally 928', Set @ 936', w/ 175 sx

60/40 Pozmix 2% Gel, 3% CC, 1/4# FloSeal, Did Circulate, Plug Down 9:00 A.M.

3/15/08 by Basic Energy

3/14/08 Spud

3/15/08 939' Wait on Cement

3/16/08 1600' Drilling

3/17/08 2910' Drilling

3/18/08 3540' Drilling - Displace @ 3500'

3/19/08 4090' Drilling - pipe strap corrected

:3/20/08 4478' CFS

3/21/08 4483' Trip out w/ Tool for DST #2

3/22/08 4488' RTD

Plugging: 1st Plug @ 1710' w/ 50 sx

2nd Plug @ 960' w/ 50 sx, 3rd Plug @ 480' w/ 50 sx

4th Plug @ 60' w/ 20 sx, 5th Plug @ Rathole w/ 15 sx

Total 185 sx 60/40 Pozmix 4% Gel, 1/4# FloSeal

by Basix Energy, Plug Down @ 6:10 A.M.

KCC: Eric McClearon

SAMPLE TOPS:

Anhy

Top Anhy Base 1737 (+690)

Heebner 3795 (-1368)

Lansing 3836 (-1409) +1to show hole

1694

(+733)

Base Kansas City 4172 (-1745)Marmaton

4194 (-1767)Fort Scott 4356 (-1929)

Cherokee 4381 (-1954)

4473 Mississippi Dol (-2046)

RTD 4488 (-2061) DST #1 4400 - 4478' Mississippi

TIMES:

30-45-45-60

BLOW: 1st Open: weak 1/4" blo inc to 2 1/2"

2nd Open: weak 1/4" blo inc to 3 1/2"

RECOVERY:

80' ocm

IFP:

33-49

ISIP: 1176

FFP: 50-69 FSIP: 1166

TEMP: 116 degrees

DST #2 4402 - 4483' Mississippi

TIMES:

30-45-45-60

BLOW: 1st Open: fair 1/4# blo inc to 5 1/2"

2nd Open: weak 1/4# blo inc to 5"

RECOVERY:

2' free oil, 108' sosm

IFP:

34-57

ISIP: 1180

FFP: 59-87 FSIP: 1169

TEMP: 116 degrees

DST #3 4480 - 4488' Mississippi

TIMES:

30-45-45-60

BLOW: 1st Open: weak blow inc to 2"

2nd Open: weak blow inc to 2"

RECOVERY:

50' mw, (40%m, 60%w)

IFP:

20-31

ISIP: 1291

FFP: 32-46 FSIP: 1274

RECEIVED KANSAS CORPORATION COMMISSION

TEMP: 116 degrees

MAR 3 1 2008

Field Order 18159 **Subject to Correction** services, L.P. Legal 41-20-25 Lease Well # State RS 3-15-08 Customer ID County $\mathcal{C}^{eo}\mathcal{O}$ Shoe Joint Depth Formation milling. 1.1.7 TOQ 39 Job Type C NW - Surfice Casing Depth R Treater < Customer Representative G Orlando Materials Received by X AFE Number PO Number DLS Station **Product** MATERIALS, EQUIPMENT, and SERVICES USED **UNIT PRICE AMOUNT** QUANTITY Code Code A.Con Bland 2975.00 CPIVI 7554 60/40 POZ 925.00 8866 Callo-Glare 325.60 CC109 CC109 Calcium Chlorida 94866 225.00 Topkubber (ment CFIOS 100 00.08 6 CF1453 Glapper Type Ingest Slort Dalue 35/8 100 1820.00 260 m milounge Henry Equipment EIOI 32.86.40 Balk Belivery E113 20547-550,50 EIOO 130 mi Pickup millinge CERYO 490,000 Count Service Charge 3505K Service Supervisor 175.00 5003 lea CE 901 1200,00 Dopth Charge 501-1000) e an CESOY Plus Containor 250.00 lea in the Diacountis 16,439.93 RECEIVED KANSAS CORPORATION COMMISSION MAR 3 1 2008 CONSERVATION DIVISION WICHITA, KS 10244NEHiway61 oRO, Box8618 o Pratt, KS 67/124-8618 o (620) 67/2-1201 o Fax (620) 67/2-5383 TOTAL

Noss (117-94-115-11/1 W-SINO

As consideration, the Customer agrees:

- a) To pay BASIC ENERGY SERVICES, L.P. in accordance with the rates and terms stated in BASIC ENERGY SERVICES, L.P.'s current price list. Invoices are payable NET 30 after date of invoice. Upon Customer's default payment of Customer's account by the last day of the month following the month in which the invoice is dated, Customer agrees to pay interest thereon after default at the highest lawful contract rate applicable but never to exceed 18% per annum. In the event it becomes necessary to employ attorneys to enforce collection of said account, Customer agrees to pay all collection cost and attorney fees in the amount of the unpaid account.
- b) To defend indemnify, release and hold harmless BASIC ENERGY SERVICES, L.P., its divisions, subsidiaries, parent and affiliated companies and the officers. directors, employees, agents and servants of all of them from and against any claims, liability, expenses, attorney's fees and costs of defense to the extent permitted by law for:
 - Damage to property owned by, in the possession of, or leased by Customer, and/or the well owner (if different from Customer), including but not limited to, surface and subsurface damage. The term "well owner" shall include working and royalty interest owners.
 - 2. Reservoir, formation, or well loss or damage, subsurface trespass or any action in the nature thereof.
 - 3. Personal injury of death or property damage (including, but not limited to, damage to the reservoir, formation or well), or any damages whatsoever, growing out of or in any way connected with or resulting from pollution, subsurface pressure, losing control of the well and/or a well blowout or the use of radioactive material. The amount of this invoice is due and payable at BASIC ENERGY SERVICES, L.P., Dept.

 No. 1131, Tulsa, Oklahoma 74182. All terms of the Service order with customer are incorporated herein and made a part hereof by reference.

The defense, indemnity, release and hold harmless obligations of Customer provided for in this Section b) and Section c) below shall apply to claims or liability even if caused or contributed to by BASIC ENERGY SERVICES, L.P. negligence, strict liability, or operated, or furnished by BASIC ENERGY SERVICES, L.P. or any defect in the data, products, supplies, materials, or equipment of BASIC ENERGY SERVICES, L.P. whether the preparation, design, manufacture, distribution, or marketing thereof, or from a failure to warn any person of such defect. Such defense, indemnity, release and hold harmless obligations of Customer shall not apply where the claims or liability are caused by the gross negligence or willful misconduct of BASIC ENERGY SERVICES, L.P. The term "BASIC ENERGY SERVICES, L.P." as used in said Section b) and c) shall mean BASIC ENERGY SERVICES, L.P., its divisions, subsidiaries, parent and affiliated companies, and the officers, directors, employees, agents and servants of all of them.

- c) That because of the uncertainty of variable well conditions and the necessity of relying on facts and supporting services furnished by others, BASIC ENERGY SERVICES, L.P. is unable to guarantee the effectiveness of the products, supplies, or materials, nor the results of any treatment or service, nor the accuracy of any chart interpretation, research analysis, job recommendation or other data furnished by BASIC ENERGY SERVICES, L.P. BASIC ENERGY SERVICES, L.P. personnel will use their best efforts in gathering such information and their best judgement in interpreting it, but Customer agrees that BASIC ENERGY SERVICES, L.P. shall not be liable for and Customer shall indemnify BASIC ENERGY SERVICES, L.P. against any damages from the use of such information.
- d) That BASIC ENERGY SERVICES, L.P. warrants only title to the products, supplies, and materials and that the same are free from defects in workmanship and materials. THERE ARE NO WARRANT ES, EXPRESS OR IMPLIED OF MERCHANTABILITY, FITNESS OR OTHERWISE WHICH EXTEND BEYOND THOSE STATED IN THE IMMEDIATELY PRECEDING SENTENCE. BASIC ENERGY SERVICES, L.P.'s liability and Customer's exclusive remedy in and cause of action (whether in contract, tort, breach of warranty or otherwise) arising out of the sale or use of any products, supplies or materials in expressly limited to the replacement of such products, supplies or materials on their return to BASIC ENERGY SERVICES, L.P. or, at BASIC ENERGY SERVICES, L.P.'s option, to the allowance to the Customer of credit for the cost of such items. In no event shall BASIC ENERGY SERVICES, L.P. be liable for special, incidental, indirect, punitive or consequential damages.
- e) To waive the provisions of the Deceptive Trade Practices Consumer Protection Act, to the extent permitted by law. We certify that the Fair Labor Standards Act of 1938, as amended, has been complied with in the production of goods and/or with respect to service furnished under this contract.
- f) That this contract shall be governed by the law of the state where services are performed or materials are furnished.
- g) That BASIC ENERGY SERVICES, L.P. shall not be bound by any changes or modifications in this contract, except where such change or modification is made in writing by a duly authorized manager of BASIC ENERGY SERVICES, L.P.



TREATMENT REPORT

				77.5													
Customer	Lease No.											Z. A.					
Lagge	resce			Well #	1	***					3 -	15-	80		# 1 *		
Field Order #	Station	Prat	1			Gasing -)4 [™] D	epth	39	Count	N	0SS		State	olc.s		
Type Job C	Nw-	50,50	C v.		-	, <u>, , , , , , , , , , , , , , , , , , </u>	Forma		L.				escription	C.,			
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10244	NE Hiwa	ay 61 • P	.O. Bo	x 8613 •	Prat	t, KS 6	7124-8	361	3 • (620) 672	2-120	1 • Fax	(620)	672-5	383		

BASIC.
Services, LP.

one	rov	servic	PSIP	Su Lease /	bject to Co	rrection	Well #		Legal //			
		,		UT	ace		State		4.705 200			
Date 3-	22-08	Customer ID			1055		State	123.	Pre 11			
<u> </u>	3. Da	lling		Depth		Formation		·	Shoe Joint			
A		0		Casing	Ca	sing Depth	TD		Job Type ///	1-PTH		
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TREATMENT REPORT

Customer	10. Ü	c111	l an		Ti	ease N	No.			1	Date						
Lease	U	·	 \	Vell #		1			3-22-08								
Field Order	TYGCC # Statio	n	W.	ii H				Casing	Depti	h	County	1/	A		State K5.		
Type Job	CNU	1 -	PT						Formation	<u> </u>		ر نسم <i>کا</i> ا		scription	75.		
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