KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION WELL COMPLETION FORM WELL HISTORY - DESCRIPTION OF WELL & LEASE

ORIGINAL

	ONTOMAL
Operator: License # 33386	API No. 15 - 051-25, 372-00-00
Name: C G OIL, LLC RECEIVED	County: Ellis
Address: P.O. Box 207 MAR 3 1 2005	C W/2 SE SW Sec. 30 Twp.13S S. R.16W East XWest
City/State/Zip: Victoria, KS 67671 KCC WICHITA	feet from(S) & (circle one) Line of Section
Purchaser:	1650 feet from (W)(circle one) Line of Section
Operator Contact Person: Ronald J. Schmidtberger	Footages Calculated from Nearest Outside Section Corner:
Phone: (_785_) _735=2274	(circle one) NE SE NW SW
Contractor: Name: Discovery Drilling Co., Inc.	Lease Name: R & K Well #: 1
License:	Field Name: Wildcat
Wellsite Geologist: Francis Whisler	Producing Formation: None
Designate Type of Completion:	Elevation: Ground: 1982 Kelly Bushing: 1990
X New Well Re-Entry Workover	Total Depth: 3575 Plug Back Total Depth:
Oil SWD SIOWTemp. Abd.	Amount of Surface Pipe Set and Cemented at 210.90 Feet
Gas ENHR SIGW	Multiple Stage Cementing Collar Used?
X Dry Other (Core, WSW, Expl., Cathodic, etc)	If yes, show depth set Feet
If Workover/Re-entry: Old Well Info as follows:	If Alternate II completion, cement circulated from
Operator:	feet depth tosx cmt.
Well Name:	(15sks In Rat Hole)(No Mouse Hole)
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 12,000 ppm Fluid volume 320 bbls
Plug Back Plug Back Total Depth	Dewatering method used Evaporation
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.:
2/21/05 2/26/05 2/26/05 Spud Date or Date Reached TD Completion Date or	Quarter SecTwpS. R East West
Recompletion Date Recompletion Date	County: Docket No.:
INSTRUCTIONS: An original and two copies of this form shall be filed with Kansas 67202, within 120 days of the spud date, recompletion, workove Information of side two of this form will be held confidential for a period of 12 107 for confidentiality in excess of 12 months). One copy of all wireline logs a TICKETS MUST BE ATTACHED. Submit CP-4 form with all plugged wells.	r or conversion of a well. Rule 82-3-130, 82-3-106 and 82-3-107 apply. 2 months if requested in writing and submitted with the form (see rule 82-3-and geologist well report shall be attached with this form. ALL CEMENTING
All requirements of the statutes, rules and regulations promulgated to regular herein are complete and correct to the best of my knowledge.	te the oil and gas industry have been fully complied with and the statements
Signature: Rould J. Schnidtlinge	KCC Office Use ONLY
Title: Our - operator Date: 3-29-05	Letter of Confidentiality Attached
Subscribed and sworn to before me this 29m day of Morch	If Denied, Yes Date:
	Wireline Log Received
10-2005	Geologist Report Received
Notary Public: Vian Raul	DIANER. DINKEL UIC Distribution
Date Commission Expires: 9-15-05	NOTARY PUBLIC STATE OF KANSAS
My	Appt. Exp. Gustas

Operator Name:C	GIOIL, LLC			Lease	Name:	R & K	······································	_ Well #:	1		
Sec. 30 Twp. 13	s. R. 16W	East	∑West	County	/ 	Ellis					
INSTRUCTIONS: Show tested, time tool open a temperature, fluid recov Electric Wireline Logs s	ind closed, flowing ery, and flow rates	and shuth if gas to nal geolog	in pressures, surface test, a gical well site	whether shalong with f	ut-in pre	ssure reached	d static level, hydro ttra sheet if more s	estatic pressu space is need	res, bottom	n hole	
Drill Stem Tests Taken (Attach Additional Sh	eets)	X Ye	as 🗌 No	1		-	tion (Top), Depth a			ample	
Samples Sent to Geolo Cores Taken Electric Log Run (Submit Copy) List All E. Logs Run:	gical Survey	Ye	es X No es X No es X No		Name	е		Тор	D	atum	
			CASING	RECORD	X Ne	w Used		1.4.414.4.4.4.4.4.4.4.4.4.4.4.4.4.4.4.4			
	·	Repor				rmediate, produ	ction, etc.				
Purpose of String	Size Hole Drilled		e Casing (In O.D.)	Weig Lbs.		Setting Depth	Type of Cement	# Sacjs Used		nd Percent ditives	
Surface Pipe	12 1 4	8	5/8	23		210.90	Common	150	2%Ge1	2%Gel&3%CC	
	,										
, ;										* 1 m	
	<u> </u>		ADDITIONAL	L CEMENTII	G / SQL	JEEZE RECOR	D	,, <u>,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,</u>			
Purpose:	Depth Top Bottom	Туре	of Cement	#Sacks	Used	Type and Percent Additives				·	
Shots Per Foot			ID - Bridge Plu Each Interval Pe				acture, Shot, Cement Amount and Kind of Ma		ord	Depth	
	· · · · · · · · · · · · · · · · · · ·										
TUBING RECORD	Size	Set At		Packer A	t .	Liner Run	Yes No				
Date of First, Resumerd P	roduction, SWD or Er	nhr.	Producing Me		Flowing	Pump	oing Gas Lif	t 🗌 Ott	ner (Explain)		
Estimated Production Per 24 Hours	Oil E	3bls.	Gas	Mcf	Wate	or	Bbls. G	Sas-Oil Ratio	-	Gravity	
Disposition of Gas	METHOD OF CO	OMPLETIC				Production Inte	erval				
Vented Sold	Used on Lease		Open Hole	Perf.		Dually Comp.	Commingled		• •	· · · · · · · · · · · · · · · · · · ·	
			Colonial Colonia Colonial Colonial Colonial Colo			·	the said of the said	M SOL		Á.	



ORIGINAL

P.O. Box 763 • Hays, KS 67601 • OFFICE (785) 623-2920 • CELLULAR (785) 635-1511

DRILLER'S LOG

Operator: C G Oil, LLC

PO Box 207

Victoria, KS 67671

Contractor: Discovery Drilling Co., Inc.

PO Box 763

Hays, KS 67601

Lease: R & K #1

Location: C W/2 / SE / SW

Sec. 30 / 13S / 16W

Ellis Co., KS

Loggers Total Depth: NO LOG

Rotary Total Depth: 3575'

Commenced: 2/21/2005

Casing: 8 5/8" @ 210.90' w/ 150 sks

Elevation: 1982' GL / 1990' KB

Completed: 2/26/2005

Status: D & A

DEPTHS & FORMATIONS (All from KB)

Surface, Sand & Shale	0'	Shale	1166'	
Dakota Sand	452'	Shale & Lime	1775'	
Shale	535'	Shale	2087'	RECEIVED
Cedar Hill Sand	564'	Shale & Lime	2422'	- 2 1 2005
Red Bed Shale	775'	Lime & Shale	2991'	MAR 3.1 2003 KCC WICHITA
Anhydrite	1122'	RTD	3575'	KCCVIII
Base Anhydrite	1166'			
STATE OF KANSAS)				

) ss

COUNTY OF ELLIS

Thomas H. Alm of Discovery Drilling states that to the best of his knowledge the above and foregoing is a true and correct løg of the above captioned well.

Subscribed and sworn to before me on

My Commission expires:

(Place stamp or seal below)

ALLIED CEMENTING CO., INC REMÎT TO P.O. BOX 31 RUSSELL, KANSAS 67665 TWP. CALLED OUT ON LOCATION JOB FINISH RANGE 4:00 fam 10:00 LOCATION VICTORIA OLD OR NEW (Circle one) VISCOLERY CONTRACTOR **OWNER** TYPE OF JOB **CEMENT HOLE SIZE** AMOUNT ORDERED **CASING SIZE TUBING SIZE DEPTH** DRILL PIPE **DEPTH** TOOL DEPTH PRES. MAX COMMON_ **MINIMUM** MEAS. LINE 76 SHOE JOINT **POZMIX** CEMENT LEFT IN CSG. **GEL CHLORIDE** PERFS. @ ASC_ DISPLACEMENT FlOSER **EQUIPMENT** (a) RECEIVED @ CEMENTER GILLIA **PUMP TRUCK** @ 366 HELPER RHANE MAR 3 1 2005 BULK TRUCK @ KCC WICHITA 213 **DRIVER** @ BULK TRUCK (a) DRIVER @ HANDLING 200 MILEAGE __ TOTAL 1969 **REMARKS: SERVICE** DEPTH OF JOB PUMP TRUCK CHARGE _ EXTRA FOOTAGE MILEAGE @ **@** MANIFOLD _ **@** @ TOTAL 697 9 STREET _ _____ STATE _____ ZIP_ PLUG & FLOAT EQUIPMENT @ (a) 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 TOTAL ____ done to satisfaction and supervision of owner agent or contractor. I have read & understand the "TERMS AND CONDITIONS" listed on the reverse side. TOTAL CHARGE __ - IF PAID IN 30 DAYS

PRINTED NAME

SIGNATURE

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 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., IN SERVICE POINT: REMIT TO P.O. BOX 31 **RUSSELL, KANSAS 67665** CALLED OUT ON LOCATION
7:08m JOB FINISH 30 PA TWP. RANGE JOB START LEASE & & K WELL# LOCATION / /ico+RiA = OLD OR NEW (Circle one) CONTRACTOR liccover **OWNER** TYPE OF JOB SURFACÉ **CEMENT** HOLE SIZE 124 T.D. DEPTH 210 AMOUNT ORDERED **CASING SIZE** 150 pb Com 3-2 TUBING-SIZE DEPTH-DRILL PIPE **DEPTH** 8.30 PRES. MAX COMMON_ **MINIMUM** MEAS. LINE **SHOE JOINT** (a) POZMIX CEMENT LEFT IN CSG. **GEL** CHLORIDE -3/0,00 DISPLACEMENT ASC (a) **EQUIPMENT** (a) RECEIVED @ CEMENTER Bill **PUMP TRUCK** @ 345 HELPER DAUR MAR 3 1 2005 BULK TRUCK # 222 KCC WICHITA **DRIVER** @ **BULK TRUCK** @ **DRIVER** HANDLING @ , MILEAGE 158x,055 x 20 **REMARKS:** TOTAL **SERVICE** DEPTH OF JOB PUMP TRUCK CHARGE 12.4 bbls of water **EXTRA FOOTAGE** MILEAGE @ (a) MANIFOLD @ @ CHARGE TO: _ CGO; / CD, 1/c. 2150 TOTAL ___ Box 207 ORIA STATE ANSAS ZIP 67671 PLUG & FLOAT EQUIPMENT Plus @ -@---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. TOTAL CHARGE _ IF PAID IN 30 DAYS

TOOL

PERFS.

SIGNATURE (

PRINTED NAME

Nomas

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 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.