CONFIDENTIAL

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

WELL COMPLETION FORM WELL HISTORY - DESCRIPTION OF WELL & LEAS

| O 5 | Form ACO-1 |
|-----------|------------------|
| IDIOINI | September 1999 |
| ン Γ、 | rm Must Be Typed |
| ORIGINATE | - 8/2Z/09 |
| SE | 8/2405 |

| Operator: License # 32912 | API No. 15 - 15-001-29610-00-00 |
|--|--|
| Name: Carroll Energy, LLC | County: Allen |
| Address: 200 Arco Place - Suite 230 - Box 149 | SE_NE_NW Sec. 35 Twp. 25Ss. R. 20E[X East] West |
| City/State/Zip: Independence, KS 67301 | 990 feet from S / O(circle one) Line of Section |
| Purchaser: | 2280 feet from E / (circle one) Line of Section |
| Tim Carroll | Factorian Calablated from Manyart Outside Continu Corney |
| Phone: (620) 332-1600 | (circle one) NE SE N SW |
| | Nease Name: BURCHE W Well #: 35-B1 |
| Contractor: Name: L & S Well Service License: 33374 CONFIDENT | Field Name: SEIBERT |
| Wellsite Geologist: | Producing Formation: Cherokee Coals |
| Designate Type of Completion: | Elevation: Ground: 1034 Kelly Bushing: |
| X New Well Re-Entry Workover | Total Depth: 1037 Plug Back Total Depth: 1022 |
| | Amount of Surface Pipe Set and Cemented at 22.3 Feet |
| Y Gas ENHR SIGW | Multiple Stage Cementing Collar Used? Yes X No |
| | If yes, show depth setFeet |
| Dry Other (Core, WSW, Expl., Cathodic, etc) | If Alternate II completion, cement circulated from |
| If Workover/Re-entry: Old Well Info as follows: | feet depth tosx cmt. |
| Operator: | leet depth tosx cmt. |
| Well Name: | Drilling Fluid Management Plan Alt I NH 8-29-08 (Data must be collected from the Reserve Pil) |
| Original Comp. Date: Original Total Depth: | (Data must be collected from the Reserve Pft) |
| Deepening Re-perf Conv. to Enhr./SWD | Chloride content ppm Fluid volume bbls |
| Plug BackPlug Back Total Depth | Dewatering method used |
| Commingled Docket No. | Location of fluid disposal if hauled offsite: |
| Dual Completion Docket No | Operator Name: |
| Other (SWD or Enhr.?) Docket No. | Lease Name: License No.: |
| 5/29/2007 5/30/2007 5/31/2007 | Quarter Sec TwpS. R East West |
| Spud Date or Recompletion Date Date Reached TD Completion Date or 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 1 107 for confidentiality in excess of 12 months). One copy of all wireline logs TICKETS MUST BE ATTACHED. Submit CP-4 form with all plugged wells. All requirements of the statutes, rules and regulations promulgated to regula herein are complete and correct to the best of my knowledge. | er 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 Submit CP-111 form with all temporarily abandoned wells. |
| 1 / 1// | |
| Signature: | KCC Office Use ONLY |
| Title: Vice Operating Manager Date: 8/22/2007 | Letter of Confidentiality Received |
| Subscribed and sworn to before me this 22 day of August | If Denied, Yes Date: |
| | Wireline Log Received |
| 20_07 | Geologist Report Received |
| Notary Public: Chelle I am CHELSEAL | RECEIVED KANSAS CORPORATION COMMISSION |
| Date Commission Expires: 3-28-2011 Votery Public - State W/Appt Expires 3-28 | of Kansas |

97

| perator Name: Car | roll Energy, LL0 | | Lease | Name: | BURCHE | N | _ Well #: | 35-B1 |
|--|--|--|---|---------------------|------------------|---------------------|--|---|
| | | X East West | Count | y: Allen | | | | энинин чин чин чин чин чин чин чин чин чи |
| ISTRUCTIONS: She sted, time tool open mperature, fluid reco lectric Wireline Logs | and closed, flowing overy, and flow rates | and shut-in pressure if gas to surface tes | es, whether s st, along with | hut-in pressu | re reached | static level, hydro | static pressu | |
| rill Stem Tests Taken (Attach Additional S | | Yes X No | • | XLog | Formation | on (Top), Depth a | ind Datum | Sample |
| amples Sent to Geol | • | Yes X No |) | Name | | • | Тор | Datum |
| ores Taken lectric Log Run (Submit Copy) | | Yes X No | 1 | See A | Attached | | | KCC |
| st All E. Logs Run: Density Nuet | ron | | | | | | | KCC AUG 2 2 2007 CONFIDENTIA |
| | | CASI Report all strings s | NG RECORD set-conductor, s | New urface, interme | Used | ion, etc. | | |
| Purpose of String | Size Hole Drilled | Size Casing Set (In O.D.) | We | ight /Ft. | Setting Depth | Type of Cement | # Sacks Used | Type and Percent Additives |
| Surface | 11" | 8.625 | 32 | 2 | 22.3 | Portland | 6 | |
| Production | 6 3/4" | 4 1/2 | 10.5 | | 1022 | owc | 150 | |
| | | ADDITIO | NAI CEMENTI | ING / SOUFF | ZE BECORD | | | |
| Purpose: Perforate Protect Casing | Depth Top Bottom | Type of Cement | ADDITIONAL CEMENTING / SQU Type of Cement #Sacks Used | | | | Percent Additive | 98 |
| Plug Back TD Plug Off Zone | | , ; | | | | | | |
| Shots Per Foot | | ON RECORD - Bridge Footage of Each Interva | | 9 | | cture, Shot, Cemen | | ord Depth |
| 4 | 922 - | 926 | | 6 | 75 Gal Acid | | | |
| | | | | | | | | |
| TUBING RECORD | Size | Set At | Packer | At L | iner Run | Yes No | | |
| Date of First, Resumerd | Production, SWD or E | nhr. Producing | Method | Flowing | Pumpii | ng [] Gas Li | ft 🔲 Ot | her (Explain) |
| Estimated Production Per 24 Hours | · Oil | Bbls. Gas | Mcf | Water | В | bls. (| Gas-Oil Ratio | Gravity |
| Disposition of Gas | METHOD OF C | OMPLETION | | Р | roduction Inter | val | ĸ | RECEIVED ANSAS CORPORATION COM |
| Vented Sold (If vented, Sub | Used on Lease omit ACO-18.) | Open H | | f. Dua | ly Comp. | Commingled | and the state of t | AUG 2 3 2007 |

L'S Well Service, LLC #33374 543-A 22000 Rd. Cherryvale, KS 67335 620-328-4433

921-1037

LIME

DRILLER LOG

CARROLL ENERGY, L.L.C.

Burche # 35-B1 S35, T25S, R20E Allen Co, Kansas API #001-29610-0000

| | | • | |
|----------|--------------------|--------------------------------------|-------------------------------|
| 0-2 | DIRT | 5-29-07 Drilled 11" hole and set 2 | 2.3' of 8 5/8" |
| 2-30 | SAND STONE | surface casing with 6 sacks Portla | and Cement |
| 30-55 | SHALE | • | |
| 55-160 | LIME | 5-30-07 Started drilling 6 3/4" hold | e |
| 160-170 | SHALE | · · | |
| 170-200 | LIME | 5-30-07 Finished drilling to T.D. 1 | 037' |
| 200-205 | SHALE | | |
| 205-210 | LIME | • | |
| 210-341 | SHALE | | |
| 341-342 | COAL | 345' 0" | |
| 342-375 | SHALE | 465' SLIGHT BLOW 1/2" ORIFICE | |
| 375-382 | LIME | 495' SLIGHT BLOW 1/2" ORIFICE | |
| 382-383 | BLACK SHALE | 525' SLIGHT BLOW 1/2" ORIFICE | |
| 383-456 | SHALE | 556' 5" ON 1/2" ORIFICE | |
| 456-458 | LIME | 586' 5" ON 1/2" ORIFICE | • |
| 458-460 | COAL | 646' 5" ON 1/2" ORIFICE | |
| 460-480 | LIME | 676' 5" ON 1/2" ORIFICE | |
| 480-485 | BLACK SHALE | 766' 2" ON 1/2" ORIFICE | |
| 485-510 | SHALE | 796' 5" ON 1/2" ORIFICE | |
| 510-512 | COAL | 856' 6" ON 1/2" ORIFICE | |
| 512-520 | LIME | 916' 20" ON 3/4" ORIFICE | KCC |
| 520-530 | SHALE | 946' 6 PSI ON 1-1/4" ORIFICE | |
| 530-548 | LIME | 979' 5.5 PSI ON 1-1/4" ORIFICE | AUG 2 2 2007 |
| 548-553 | BLACK SHALE | 1006' 5.5 PSI ON 1-1/4" ORIFICE | CONFIDENTIAL |
| 553-560 | LIME | 1037' 5.5 PSI ON 1-1/4" ORIFICE | COMUDEIAL |
| 560-635 | SHALE | | |
| 635-636 | COAL | | |
| 636-650 | SHALE | | |
| 650-653 | LIME | | |
| 653-654 | COAL | 755' OIL ON PIT | |
| 654-711 | SHALE | 751-756' OIL | |
| 711-720 | SAND | 756-777' IN AND OUT | |
| 720-741 | SANDY SHALE | 920-930' OIL ODOR | |
| 741-751 | SHALE | | |
| 751-756 | OIL SAND GOOD SHOW | | |
| 756-761 | SAND | | · |
| 761-765 | SHALE | | |
| 765-776 | SAND | | |
| 776-777 | COAL | | • |
| 777-850 | SHALE | | |
| 850-856 | SAND | | |
| 856-900 | SHALE | | |
| 900-901 | COAL | • | RECEIVED |
| 901-914 | SHALE | | KANSAS CORPORATION COMMISSION |
| 914-915 | COAL | | |
| 915-921 | SHALE | | AUG 2 3 2007 |
| 004 400- | 1 10 0 == | | |

CONSERVATION DIVISION WICHITA, KS

KWS, LLC

19247 Ford Road Chanute, KS 66720

(620) 431-9212 Mobile (620) 431-8945 FED # 20-8746618

Carroll Energy, LLC 200 Arco Place Suite 230 - Box 149 Independence, KS 67301

| Date | Invoice |
|-----------|---------|
| 6/13/2007 | 30 |

Well Name: Burche 35-B1 Section:

5-31-07

35

Township:

25S

Range: County:

20E Allen

API:

001-29610-0000

CEWENT TREATMENT REPOR

TYPE OF TREATMENT:

Production Casing

HOLE SIZE:

TOTAL DEPT:

1040

WIRE LINE READING BEFORE:

WIRE LINE READING AFTER:

(x) Landed Plug on Bottom at 800 PSI

(x) Shut in Pressure Set Float

() Lost Circulation

(x) Good Cement Returns

() Topped off well with

Sacks

(x) Set Float Shoe - Shut In

| Quantity | Per Foot Pricing/Unit Pricing | Amount |
|----------|---------------------------------|-----------------|
| 1,024 | 4.00 | 4,096.00T |
| | CONFIDEN AUG 2 2 2000 KCC | |
| | RECEIVE KANSAS CORPORATION | O COMMISSION |
| | CONSERVATION DI | 'ISION |
| | | |

Hooked onto 4 1/2 casing. Established circulation with 15 barrels of water, 10 GEL, 2 METSO, 1 COTTON ahead, blended 150 sacks of OWC cement, dropped rubber plug, and pumped 16 barrels of water.

| Subtotal | \$4,096.00 |
|------------------|------------|
| Sales Tax (0.0%) | \$0.00 |
| Balance Due | \$4,096.00 |



Carroll Energy, LLC



200 Arco Place Suite 230 – Box 149, Independence, KS. 67301 Phone: (620) 332-1600 Fax: (620) 332-1601

August 22, 2007

Kansas Corporation Commission Oil & Gas Conservation Division 130 S. Market – Room 2078 Wichita, KS 67202

BURCHE W

35-B1

API:

15-001-29610

To Whom it May Concern:

Enclosed is Form ACO-1 for the above referenced well. Carroll Energy respectfully requests that the KCC maintain this well information in a CONFIDENTIAL status for a period of 12 months from the date of receipt.

Should you have questions or need additional information, please contact our office. Thank you for your assistance.

Sincerely

Tim Carroll

Vice Operating Manager

Enclosures:

RECEIVED KANSAS CORPORATION COMMISSION

AUG 2 3 2007

CONSERVATION DIVISION WICHITA, KS