

SEP 04 2008

Operator Name: REDLAND RESOURCES, INC.

Lease Name: WAYLON

Well #: 2-11
CONSERVATION DIVISION
WICHITA, KS

Sec. 2 Twp. 33 S. R. 17 East West

County: COMANCHE

SEP 04 2008

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 <i>(Attach Additional Sheets)</i>	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	<input checked="" type="checkbox"/> Log	Formation (Top), Depth and Datum	<input type="checkbox"/> Sample
Samples Sent to Geological Survey	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Name	Top	Datum
Cores Taken	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	CHASE	2469	-478
Electric Log Run <i>(Submit Copy)</i>	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	TOP PENN	3364	-1373
List All E. Logs Run:		BS HEEBNER	4250	-2259
		STARK SH	4810	-2819
		CHEROKEE SH	5051	-3060
		MISSISSIPPIAN	5111	-3120
		BS WARSAW	5149	-3158

Dual Induction, Microlog, Compensated Neutron Density

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	30"	20"		70'	grout	9 yds	
SURFACE	17.875"	13.375"	48#	264'	CLASS A	300	2% GEL, 3% CC
PRODUCTION	7.875"	4.5"	10.50#	5273	CLASS H	195	10% GYP, 10% SALT, .8% #160.

ADDITIONAL CEMENTING / SQUEEZE RECORD				
Purpose:	Depth Top Bottom	Type of Cement	#Sacks Used	Type and Percent Additives
____ Perforate				
____ Protect Casing				
____ Plug Back TD				
____ Plug Off Zone				

Shots Per Foot	PERFORATION RECORD - Bridge Plugs Set/Type Specify Footage of Each Interval Perforated	Acid, Fracture, Shot, Cement Squeeze Record <i>(Amount and Kind of Material Used)</i>	Depth
1 SPF	5169-5182 SET CIBP @ 5160'	ACID 1250 GALS 15%	SAME
1 SPF	5131-5150	ACID 1500 GALS 15%, SQUEEZED W/100 SX CLASS A	SAME
2 SPF	5111-5124		SAME

TUBING RECORD	Size	Set At	Packer At	Liner Run
	2.375"	5060'	5060	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

Date of First, Resumerd Production, SWD or Enthr. 08/14/08	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
	1	950			

Disposition of Gas: Vented Sold Used on Lease *(If vented, Submit ACO-18.)*

METHOD OF COMPLETION: Open Hole Perf. Dually Comp. Commingled

Production Interval: Other (Specify) _____

Redland Resources, Inc.

September 2, 2008

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

RE: Weylon #2-11
E/2 SW/4 Section 2-33S-17W
Comanche County, KS
API # 15-033-21516-0000

Gentlemen:

Please hold any information on the above referenced well in “Confidential Custody” for the maximum time as prescribed in K.A.R. 82-3-107 (e) (1).

An additional one year extension is also requested as is authorized by K.A.R. 82-3-107 (e) (4). The “Confidential Custody” is therefore requested for a maximum period of two (2) years.

Sincerely,

REDLAND RESOURCES, INC.



Alan Thrower
President

RECEIVED
KANSAS CORPORATION COMMISSION
SEP 04 2008
CONSERVATION DIVISION
WICHITA, KS

Redland Resources, Inc.

September 3, 2008

Kansas Corporation Commission
130 South Market Street – Room 2078
Wichita, KS 67202

Re: Waylon #2-11
E/2 SW/4 Section 2-33S-17W
Comanche County, KS

REC-15-033-21516-0000

*Found ACOI - if
was rec'd on 9/05.
Attach this to it.*

Gentlemen:

Please find enclosed a cementing field ticket for the referenced well. This ticket was mistakenly left out of the package of information previously mailed to the KCC.

*KCC
m*

Please call with any questions.

Sincerely,

REDLAND RESOURCES, INC.



Alan Thrower
President

RECEIVED
KANSAS CORPORATION COMMISSION

SEP 05 2008

CONSERVATION DIVISION
WICHITA, KS

ALLIED CEMENTING CO., LLC. 31325

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

SERVICE POINT:
Medicine Lodge KS.

DATE <i>6-18-08</i>	SEC <i>2</i>	TWR <i>335</i>	RANGE <i>17w</i>	CALLED OUT <i>8:30 Am</i>	ON LOCATION <i>9:30 Am</i>	JOB START <i>10:00 Am</i>	JOB FINISH <i>1:00 Pm</i>
LEASE <i>Wayton</i>	WELL # <i>2-11</i>	LOCATION <i>160 + mm 193# 4s,</i>			COUNTY <i>Comanche</i>	STATE <i>KS</i>	
OLD OR <u>NEW</u> (Circle one)			<i>12, 15, E/into</i>				

CONTRACTOR *Pratt w/s* OWNER *Redlands Resources*

TYPE OF JOB *Squeeze*

HOLE SIZE	T.D.	CEMENT
CASING SIZE <i>4 1/2</i>	DEPTH	AMOUNT ORDERED
TUBING SIZE <i>2 3/8</i>	DEPTH <i>5028</i>	<i>100 sx Class A neat</i>
DRILL PIPE	DEPTH	
TOOL <i>Packer</i>	DEPTH <i>5028</i>	

PRES. MAX <i>3000</i>	MINIMUM <i>-</i>	COMMON <i>100 sx A</i>	@ <i>15.45</i>	<i>1545.00</i>
MEAS. LINE	SHOE JOINT	POZMIX	@	
CEMENT LEFT IN CSG.		GEL	@	
PERFS. <i>5131-50</i>		CHLORIDE	@	
DISPLACEMENT <i>20 1/4 Bbls</i>		ASC	@	

EQUIPMENT

PUMP TRUCK # <i>372</i>	CEMENTER <i>Carl Balding</i>		
BULK TRUCK # <i>381</i>	HELPER <i>Darin Franklin</i>		
BULK TRUCK #	DRIVER <i>Randy Franklin</i>		
BULK TRUCK #	DRIVER		

REMARKS:

*Perfs 5131-50 Packer set - 5028
Load annulus - 500 psi fake inj rate
3 BPM - 200 psi Mix 100 sx A neat
wash pump + lines, Displace w/
20 1/4 Bbls water, squeeze to 200 psi
Release pressure w/ no Returns Reverse out
w/ 30 Bbls, pull 5 joints set packer
shut in annulus 500 tubing w/ 3000 psi*

CHARGE TO: *Redlands Resources*

STREET _____

CITY _____ STATE _____ ZIP _____

HANDLING <i>100 sx</i>	@ <i>2.40</i>	<i>240.00</i>
MILEAGE <i>40/10 / 100 sx</i>		<i>400.00</i>
TOTAL		<i>2185.00</i>

SERVICE

DEPTH OF JOB <i>5150'</i>		
PUMP TRUCK CHARGE		<i>2295.00</i>
EXTRA FOOTAGE	@	
MILEAGE <i>40</i>	@ <i>7.00</i>	<i>280.00</i>
MANIFOLD <i>Squeeze</i>	@ <i>100.00</i>	<i>100.00</i>
TOTAL		<i>2675.00</i>

PLUG & FLOAT EQUIPMENT

None

TOTAL _____

To Allied Cementing Co., LLC.
You are hereby requested to rent cementing equipment and furnish cementer and helper(s) 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 and understand the "GENERAL TERMS AND CONDITIONS" listed on the reverse side.

PRINTED NAME *Alan Vratil*

SIGNATURE *Alan Vratil*

SALES TAX (If Any) _____

TOTAL CHARGES _____

DISCOUNT _____ IF PAID IN 30 DAYS

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

GENERAL TERMS AND CONDITIONS

DEFINITIONS: In these terms and conditions, "ALLIED" shall mean Allied Cementing Co., LLC, 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., LLC. 34030

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

SERVICE POINT:
Medicine Lodge, KS

DATE <u>07 MAY 08</u>	SEC. <u>02</u>	TWP. <u>33S</u>	RANGE <u>17W</u>	CALLED OUT <u>1:00 AM</u>	ON LOCATION <u>3:00 AM</u>	JOB START <u>12:00 PM</u>	JOB FINISH <u>1:15 PM</u>
LEASE <u>Libylon</u>	WELL # <u>2-11</u>	LOCATION <u>2804 mm 195, 1s, 1w, 3/4s</u>			COUNTY <u>Comanche</u>	STATE <u>KS</u>	
OLD OR <u>NEW</u> (Circle one)		<u>E/int</u>					

CONTRACTOR Duke #5

TYPE OF JOB Production Casing

HOLE SIZE 7 7/8 T.D. 5275

CASING SIZE 4 1/2 DEPTH 5278

TUBING SIZE _____ DEPTH _____

DRILL PIPE _____ DEPTH _____

TOOL _____ DEPTH _____

PRES. MAX 1800 MINIMUM _____

MEAS. LINE _____ SHOE JOINT 19.67

CEMENT LEFT IN CSG. 20'

PERFS. _____

DISPLACEMENT 8 3/4 Bbls 2% KCL water

OWNER Redland Res.

CEMENT

AMOUNT ORDERED 25sx 60:40:4 1/2 gal & 195sx H + 10% gyp + 10% salt + 8# Kcl/salt + 1/4# Flo Seal + .8% FC/60 + .8% gas Block & De-foamer & 500gal Mud Clean & 9 gals. Ch pro

COMMON	<u>15 A</u>	@ <u>14.20</u>	<u>213.00</u>
POZMIX	<u>10</u>	@ <u>7.20</u>	<u>72.00</u>
GEL	<u>1</u>	@ <u>18.75</u>	<u>18.75</u>
CHLORIDE	<u>Cha Pro 9#</u>	@ <u>28.15</u>	<u>253.35</u>
ASS	<u>Mud Clean 500#</u>	@ <u>1.15</u>	<u>575.00</u>
	<u>195 H</u>	@ <u>15.10</u>	<u>2944.50</u>
	<u>Gyp Seal 18</u>	@ <u>26.30</u>	<u>473.40</u>
	<u>Salt 21</u>	@ <u>10.80</u>	<u>226.80</u>
	<u>Kol Seal 1560 #</u>	@ <u>.80</u>	<u>1248.00</u>
	<u>Flo Seal 49 #</u>	@ <u>2.25</u>	<u>110.25</u>
	<u>Fh-160 147 #</u>	@ <u>12.00</u>	<u>1764.00</u>
	<u>Gas Block 147 #</u>	@ <u>10.00</u>	<u>1470.00</u>
	<u>De foamer 27 #</u>	@ <u>8.10</u>	<u>218.70</u>
HANDLING	<u>278</u>	@ <u>2.15</u>	<u>597.70</u>
MILEAGE	<u>40 x 278 x .09</u>		<u>1000.80</u>
			TOTAL <u>11,186.25</u>

EQUIPMENT

PUMP TRUCK CEMENTER D. Fedis

352 HELPER M. Becker / M. Coley

BULK TRUCK DRIVER N. Dyche

368 DRIVER _____

REMARKS:

Pipe on Btm, Breakline, Pump Preflush, Mix 25sx to Plug Rat & Mouse Lake, Mix 195 sx tail cement, Stop Pump, Wash Pump & Lines, Release Plug, Start Disp w/ 2% KCL Water, See increase in PSI, Slow rate, Bump Plug at 8 3/4 Bbls total Disp, Release PSI, Float Dr Hold

RECEIVED
KANSAS CORPORATION COMMISSION

SEP 04 2008

SERVICE

DECONSERVATION DIVISION
WICHITA, KS 5278

PUMP TRUCK CHARGE		<u>2070.00</u>
EXTRA FOOTAGE	@	
MILEAGE <u>40</u>	@ <u>7.00</u>	<u>280.00</u>
MANIFOLD <u>Hend rental</u>	@ <u>113.00</u>	<u>113.00</u>
	@	
	@	
TOTAL <u>2463.00</u>		

CHARGE TO: Redland Resources

STREET _____

CITY _____ STATE _____ ZIP _____

PLUG & FLOAT EQUIPMENT

<u>1-AFU Float Shoe</u>	@ <u>434.00</u>	<u>434.00</u>
<u>1-Latchdown Plug ABSY</u>	@ <u>405.00</u>	<u>405.00</u>
<u>1-Basket</u>	@ <u>169.00</u>	<u>169.00</u>
<u>6- Turbolizers</u>	@ <u>68.00</u>	<u>408.00</u>
	@	
TOTAL <u>1416.00</u>		

To Allied Cementing Co., LLC.
You are hereby requested to rent cementing equipment and furnish cementer and helper(s) 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 and understand the "GENERAL TERMS AND CONDITIONS" listed on the reverse side.

PRINTED NAME: David Hickman

SIGNATURE David Hickman

SALES TAX (If Any) _____

TOTAL CHARGES _____

DISCOUNT _____ IF PAID IN 30 DAYS

ANY APPLICABLE TAX
WILL BE CHARGED
UPON INVOICING

7/31

GENERAL TERMS AND CONDITIONS

DEFINITIONS: In these terms and conditions, "ALLIED" shall mean Allied Cementing Co., LLC, 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., LLC. 34027

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

SERVICE POINT:
Medicine Lodge, ks

DATE <u>28 APR 08</u>	SEC. <u>02</u>	TWP <u>33s</u>	RANGE <u>17w</u>	CALLED OUT <u>7:00 AM</u>	ON LOCATION <u>8:30 PM</u>	JOB START <u>2:00 AM</u>	JOB FINISH <u>2:30 PM</u>
LEASE <u>Waylon</u>	WELL # <u>2-11</u>	LOCATION <u>W. vs 160, mm 195, 1s, 1w, 3 1/2 s, E</u>			COUNTY <u>Comanche</u>	STATE <u>KS</u>	
OLD OR NEW (Circle one) <u>NEW</u>				<u>into</u>			

CONTRACTOR Duke #5

TYPE OF JOB Surface

HOLE SIZE 17 1/2 T.D. 270

CASING SIZE 13 3/8 DEPTH 264

TUBING SIZE DEPTH

DRILL PIPE DEPTH

TOOL DEPTH

PRES. MAX 250 MINIMUM

MEAS. LINE SHOE JOINT N/A

CEMENT LEFT IN CSG. 15'

PERFS.

DISPLACEMENT 37 3/4 Bbls Fresh H₂O

OWNER Redland Res.

CEMENT AMOUNT ORDERED 300s x "A" + 3% cc + 2% gel

EQUIPMENT

PUMP TRUCK CEMENTER D. Felio

360 HELPER G. Kessler

BULK TRUCK DRIVER C. Hauser

368

BULK TRUCK DRIVER

COMMON	<u>300 A</u>	@	<u>14.20</u>	<u>4260.00</u>
POZMIX		@		
GEL	<u>6</u>	@	<u>18.75</u>	<u>112.50</u>
CHLORIDE	<u>11</u>	@	<u>52.45</u>	<u>576.95</u>
ASC		@		

RECEIVED
KANSAS CORPORATION COMMISSION
SEP 04 2008
CONSERVATION DIVISION
WICHITA, KS

HANDLING	<u>317</u>	@	<u>2.15</u>	<u>681.55</u>
MILEAGE	<u>40 x 317</u>	x	<u>.09</u>	<u>1141.20</u>
TOTAL				<u>6772.20</u>

REMARKS:

Pipe on Btm, Break Circ, Pump Spacers, Mix 300s x "A" 3 & 2 Cement, Disp. w/ Fresh H₂O, Wash up on Plug, Slow rate at 30 Bbls, Stop Pump at 37 3/4 Bbls total Disp, Shut in, Cement Did Circ.

SERVICE

DEPTH OF JOB	<u>264'</u>			
PUMP TRUCK CHARGE				<u>917.00</u>
EXTRA FOOTAGE		@		
MILEAGE	<u>40</u>	@	<u>7.00</u>	<u>280.00</u>
MANIFOLD		@		
		@		
		@		
TOTAL				<u>1197.00</u>

CHARGE TO: Redland Res.

STREET _____

CITY _____ STATE _____ ZIP _____

PLUG & FLOAT EQUIPMENT

None

@ _____

@ _____

@ _____

@ _____

@ _____

To Allied Cementing Co., LLC.
You are hereby requested to rent cementing equipment and furnish cementer and helper(s) 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 and understand the "GENERAL TERMS AND CONDITIONS" listed on the reverse side.

PRINTED NAME David Hickman

SIGNATURE David Hickman

SALES TAX (If Any) _____

TOTAL CHARGES ~~7969.20~~

DISCOUNT ~~286.92~~ IF PAID IN 30 DAYS

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

GENERAL TERMS AND CONDITIONS

DEFINITIONS: In these terms and conditions, "ALLIED" shall mean Allied Cementing Co., LLC, 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 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.