

STATE CORPORATION COMMISSION OF KANSAS  
OIL & GAS CONSERVATION DIVISION  
WELL COMPLETION FORM  
ACO-1 WELL HISTORY  
DESCRIPTION OF WELL AND LEASE

Operator: License # 4894

Name: Horseshoe Operating, Inc.

Address 500 W. Texas, Suite 1170

City/State/Zip Midland, Tx 79701

Purchaser: \_\_\_\_\_

Operator Contact Person: S. L. Burns

Phone (915) 683-1448

Contractor: Name: Murfin Drilling Co.

License: 30606

Wellsite Geologist: \_\_\_\_\_

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/Reentry: Old Well Info as follows:

Operator: \_\_\_\_\_

Well Name: \_\_\_\_\_

Comp. Date \_\_\_\_\_ Old Total Depth \_\_\_\_\_

- Deepening  Re-perf.  Conv. to Inj/SWD
- Plug Back  PBTB
- Commingled  Docket No. \_\_\_\_\_
- Dual Completion  Docket No. \_\_\_\_\_
- Other (SWD or Inj?)  Docket No. \_\_\_\_\_

09/20/00 09/23/00 10/10/00

Spud Date \_\_\_\_\_ Date Reached TD \_\_\_\_\_ Completion Date \_\_\_\_\_

API No. 15-071-207310000

County Greeley

C SW Sec. 04 Twp. 20S Rge. 37 X W

1320 Feet from S (circle one) Line of Section

1320 Feet from E (circle one) Line of Section

Footages Calculated from Nearest Outside Section Corner:  
NE, SE, NW or SW (circle one)

Lease Name Nickelson Well # 2

Field Name Bradshaw

Producing Formation Winfield

Elevation: Ground 3518 KB 3527

Total Depth 2918 PBTB 2917

Amount of Surface Pipe Set and Cemented at bjts @ 270 Feet

Multiple Stage Cementing Collar Used?  Yes  No

If yes, show depth set \_\_\_\_\_ Feet

If Alternate II completion, cement circulated from 2647

feet depth to surface w/ 725 sx cnt.

Drilling Fluid Management Plan ALP #2 RGR 8/22/07  
(Data must be collected from the Reserve Pit)

Chloride content \_\_\_\_\_ ppm Fluid volume \_\_\_\_\_ bbls

Dewatering method used \_\_\_\_\_

Location of fluid disposal if hauled offsite: \_\_\_\_\_

Operator Name \_\_\_\_\_

Lease Name \_\_\_\_\_ License No. \_\_\_\_\_

Quarter \_\_\_\_\_ Sec. \_\_\_\_\_ Twp. \_\_\_\_\_ S Rng. \_\_\_\_\_ E/W

County \_\_\_\_\_ Docket No. \_\_\_\_\_

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 on 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 \_\_\_\_\_

Title Treasurer Date \_\_\_\_\_

Subscribed and sworn to before me this 12 day of January, 2001.

Notary Public Debbie Franklin

Date Commission Expires 8-9-2001

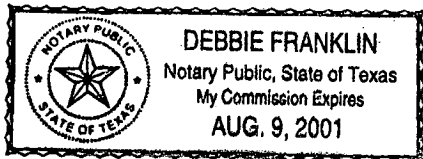
K.C.C. OFFICE USE ONLY

F  Letter of Confidentiality Attached  
 C  Wireline Log Received  
 C  Geologist Report Received

Distribution

KCC  SWD/Rep  NGPA  
 KGS  Plug  Other  
 (Specify)

Form ACO-1 (7-91)



RECEIVED  
STATE CORPORATION COMMISSION

JAN 16 2001

CONSERVATION DIVISION  
Wichita, Kansas

Operator Name Horseshoe Operating, Inc. Lease Name Nickelson Well # -2

Sec. 04 Twp. -20 Rge. -39  East  West  
County Greely

INSTRUCTIONS: Show important tops and base of formations penetrated. Detail all cores. Report all drill stem 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 during test. Attach extra sheet if more space is needed. Attach copy of log.

Drill Stem Tests Taken (Attach Additional Sheets.) <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No Samples Sent to Geological Survey <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No Cores Taken <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No Electric Log Run (Submit Copy.) <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No List All E-Logs Run: Compensated Neutron Density Log	<input type="checkbox"/> Log    Formation (Top), Depth and Datums <input type="checkbox"/> Sample <table border="0" style="width:100%"> <tr> <td style="width:60%">Name</td> <td style="width:20%">Top</td> <td style="width:20%">Datum</td> </tr> <tr> <td>Base Stone Corral</td> <td>2444'</td> <td>+1084'</td> </tr> <tr> <td>Top Winfield</td> <td>2802'</td> <td>+ 726'</td> </tr> <tr> <td>Top of Porosity</td> <td>2813'</td> <td>+ 715'</td> </tr> <tr> <td>Base of Porosity</td> <td>2823'</td> <td>+ 705'</td> </tr> <tr> <td>Top Towanda</td> <td>2847'</td> <td>+ 681'</td> </tr> <tr> <td>Top Towanda Porosity</td> <td>2844'</td> <td>+ 684'</td> </tr> <tr> <td>Base Towanda Porosity</td> <td>2871</td> <td>+ 657'</td> </tr> </table>	Name	Top	Datum	Base Stone Corral	2444'	+1084'	Top Winfield	2802'	+ 726'	Top of Porosity	2813'	+ 715'	Base of Porosity	2823'	+ 705'	Top Towanda	2847'	+ 681'	Top Towanda Porosity	2844'	+ 684'	Base Towanda Porosity	2871	+ 657'
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CASING RECORD <input type="checkbox"/> New <input checked="" 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
Surface	12-1/4	8-5/8	24	270'	C	185	3% cc 2% gel
Production	7-7/8	4-1/2	10.5	2916'	C	725	10% salt

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)	
		Amount	Depth
1	2814-19; 2824-29'	700 gal 7-1/2% HCL	
		8000# 20/40 sand	
		4000# 12/20 sand 25% gel	

TUBING RECORD		Size	Set At	Packer At	Liner Run
		2-3/8	2854'		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
Date of First, Resumed Production, SWD or Inj. Still evaluating well		12/18/00		Producing Method <input type="checkbox"/> Flowing <input checked="" 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
			10	10	

Disposition of Gas:  Vented  Sold  Used on Lease (If vented, submit AC0-18.)

METHOD OF COMPLETION  Open Hole  Perf.  Dually Comp.  Commingled  Other (Specify) Well P & A \_\_\_\_\_

Production Interval \_\_\_\_\_

**RECEIVED**  
 STATE CORPORATION COMMISSION  
 JAN 16 2001  
 CONSERVATION DIVISION  
 Wichita, Kansas

# ALLIED CEMENTING CO., INC. 5442

Federal Tax I.D.# XXXXXXXXXX

ORIGINAL

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

SERVICE POINT:  
OAKLEY

DATE <u>9-20-00</u>	SEC. <u>4</u>	TWP. <u>20S</u>	RANGE <u>39W</u>	CALLED OUT	ON LOCATION <u>6:00 PM</u>	JOB START <u>8:00 PM</u>	JOB FINISH <u>8:30 PM</u>
LEASE <u>NICKELSON</u>	WELL # <u>2</u>	LOCATION <u>WHITE LAW 25-85-E INTO</u>			COUNTY <u>GREELY</u>	STATE <u>KS</u>	
OLD OR <input checked="" type="radio"/> NEW (Circle one)							

CONTRACTOR MURFIN DRILL RIG #24

TYPE OF JOB SURFACE

HOLE SIZE 12 1/4" T.D. 274'

CASING SIZE 8 7/8" DEPTH 274'

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

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

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

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

MEAS. LINE \_\_\_\_\_ SHOE JOINT \_\_\_\_\_

CEMENT LEFT IN CSG. 15'

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

DISPLACEMENT 16 1/2 BBL.

OWNER SAME

CEMENT

AMOUNT ORDERED 185 SKS COM 2% CC 1/4 SEAL # F10

COMMON \_\_\_\_\_ @ \_\_\_\_\_

POZMIX \_\_\_\_\_ @ \_\_\_\_\_

GEL \_\_\_\_\_ @ \_\_\_\_\_

CHLORIDE \_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

HANDLING \_\_\_\_\_ @ \_\_\_\_\_

MILEAGE \_\_\_\_\_ @ \_\_\_\_\_

TOTAL \_\_\_\_\_

**EQUIPMENT**

PUMP TRUCK CEMENTER TERRY

# 191 HELPER WAYNE

BULK TRUCK

# 212 DRIVER ANDREW

BULK TRUCK

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

**REMARKS:**

CEMENT DEF CIRC.

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

THANK YOU

**SERVICE**

DEPTH OF JOB 274'

PUMP TRUCK CHARGE \_\_\_\_\_

EXTRA FOOTAGE \_\_\_\_\_ @ \_\_\_\_\_

MILEAGE \_\_\_\_\_ @ \_\_\_\_\_

PLUG 8 7/8 SURFACE @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

TOTAL \_\_\_\_\_

CHARGE TO: HORSESHOE OPERATING, INC

STREET \_\_\_\_\_

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

**FLOAT EQUIPMENT**

1- THREAD LOC @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

TOTAL \_\_\_\_\_

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.

TAX \_\_\_\_\_

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

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

SIGNATURE Shipp L Burns

Shipp L Burns  
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. 5495

Federal Tax I.D.# [REDACTED]

ORIGINAL  
SERVICE POINT:

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

Oakley

DATE <u>9-23-00</u>	SEC. <u>4</u>	TWP. <u>20<sup>s</sup></u>	RANGE <u>39<sup>w</sup></u>	CALLED OUT	ON LOCATION <u>1:00 PM</u>	JOB START	JOB FINISH <u>6:00 PM</u>
LEASE <u>Nickelson</u>	WELL# <u>2</u>	LOCATION <u>Whitehaw 2 E-8 1/2 S - E.S.</u>			COUNTY <u>Greeley</u>	STATE <u>Kan</u>	
OLD OR NEW (Circle one)							

CONTRACTOR MurFin Dls Co #24

TYPE OF JOB Production Stone

HOLE SIZE 7 1/4 T.D. 2917'

CASING SIZE 4 1/2 DEPTH 2916'

TUBING SIZE DEPTH

DRILL PIPE DEPTH

TOOL DEPTH

PRES. MAX MINIMUM

MEAS. LINE SHOE JOINT 42.40

CEMENT LEFT IN CSG. None

PERFS.

DISPLACEMENT 46 1/4 BBL

OWNER Same

CEMENT

AMOUNT ORDERED 125 SKS C"

600 SKS LITE, 1/4" # Flo-Seal

COMMON @

POZMIX @

GEL @

CHLORIDE @

\_\_\_\_\_ @

\_\_\_\_\_ @

\_\_\_\_\_ @

\_\_\_\_\_ @

\_\_\_\_\_ @

HANDLING @

MILEAGE \_\_\_\_\_

TOTAL \_\_\_\_\_

**EQUIPMENT**

PUMP TRUCK CEMENTER Walt

# 300 HELPER Wayne

BULK TRUCK

# 303 DRIVER Wayne

BULK TRUCK

# 309 DRIVER Walt

**REMARKS:**

Cement Did Cure

Still Ten 10

**SERVICE**

DEPTH OF JOB \_\_\_\_\_

PUMP TRUCK CHARGE \_\_\_\_\_

EXTRA FOOTAGE @ \_\_\_\_\_

MILEAGE 68 miles @ 3.00

PLUG 10 @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

TOTAL \_\_\_\_\_

CHARGE TO: Horseshoe Operating

STREET \_\_\_\_\_

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

**FLOAT EQUIPMENT**

4 1/2

~~1- AF11 Guide Shoe~~ @ \_\_\_\_\_

1- AF11 Guide Shoe @ \_\_\_\_\_

1- Latex down Plug Assy @ \_\_\_\_\_

8- Centralizers @ \_\_\_\_\_

1- Box Thread Loc @ \_\_\_\_\_

TOTAL \_\_\_\_\_

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

SIGNATURE Skippie L. Burns

SKIPPIE L. BURNS  
PRINTED NAME

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