

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

ORIGINAL

Form ACO-1
September 1999
Form Must Be Typed

WELL COMPLETION FORM
WELL HISTORY - DESCRIPTION OF WELL & LEASE

Operator: License # 30458
Name: R J M Oil Company, Inc.
Address: PO Box 256
City/State/Zip: Claffin, Kansas 67525
Purchaser: Coffeyville
Operator Contact Person: Brian Miller
Phone: (620) 587-2308
Contractor: Name: Sterling Drilling
License: 5142

Wellsite Geologist: James C. Musgrove
Designate Type of Completion:
 New Well Re-Entry Workover
 Oil SWD SLOW Temp. Abd.
 Gas ENHR SIGW
 Dry Other (Core, WSW, Expl., Cathodic, etc)

If Workover/Re-entry: Old Well Info as follows:
Operator: _____
Well Name: _____
Original Comp. Date: _____ Original Total Depth: _____
 Deepening Re-perf. Conv. to Enhr./SWD
 Plug Back _____ Plug Back Total Depth _____
 Commingled _____ Docket No. _____
 Dual Completion _____ Docket No. _____
 Other (SWD or Enhr.?) _____ Docket No. _____

11-12-2007	11-18-2007	11-28-2007
Spud Date or Recompletion Date	Date Reached TD	Completion Date or Recompletion Date

API No. 15 - 159-22553-0000
County: Rice
 N/2 SW NE Sec. 18 Twp. 18 S. R. 10 East West
1750 feet from S (N) (circle one) Line of Section
2060 feet from (E) W (circle one) Line of Section

Footages Calculated from Nearest Outside Section Corner:
(circle one) NE SE NW SW
Lease Name: Zink Farms Well #: 1
Field Name: Roesler

Producing Formation: Arbuckle
Elevation: Ground: 1759 Kelly Bushing: 1768
Total Depth: 3298 Plug Back Total Depth: _____
Amount of Surface Pipe Set and Cemented at 373 Feet
Multiple Stage Cementing Collar Used? Yes No
If yes, show depth set _____ Feet
If Alternate II completion, cement circulated from _____
feet depth to _____ w/ _____ sx cmt.

Drilling Fluid Management Plan Act I with
(Data must be collected from the Reserve Pit) 3-11-08
Chloride content 55,000 ppm Fluid volume _____ bbls
Dewatering method used Allow to dry + back-fill
Location of fluid disposal if hauled offsite: _____
Operator Name: _____
Lease Name: _____ License No.: _____
Quarter _____ Sec. _____ Twp. _____ S. R. _____ East West
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 of 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: Lawrence B. Miller
Title: President Date: 02-10-2008
Subscribed and sworn to before me this 11th day of February,
20 08.
Bonnie Jeffrey
State Of Kansas
Notary Public
My Commission Expires _____
Date Commission Expires: 9/20/2010 Bonnie Jeffrey

KCC Office Use ONLY

Letter of Confidentiality Received
If Denied, Yes Date: _____

Wireline Log Received
 Geologist Report Received
 UIC Distribution

Operator Name: R J M Oil Company, Inc. Lease Name: Zink Farms Well #: 1
 Sec. 18 Twp. 18 S. R. 10 East West County: Rice

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 <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <i>(Attach Additional Sheets)</i> 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 <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <i>(Submit Copy)</i> List All E. Logs Run:	<input type="checkbox"/> Log Formation (Top), Depth and Datum <input type="checkbox"/> Sample <table style="width:100%; border-collapse: collapse;"> <tr> <td style="width:60%;">Name</td> <td style="width:20%;">Top</td> <td style="width:20%;">Datum</td> </tr> <tr> <td>Lansing</td> <td>-1208</td> <td>KB</td> </tr> <tr> <td>Arbuckle</td> <td>-1523</td> <td>KB</td> </tr> </table>	Name	Top	Datum	Lansing	-1208	KB	Arbuckle	-1523	KB
Name	Top	Datum								
Lansing	-1208	KB								
Arbuckle	-1523	KB								

CASING RECORD <input 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
Surface	12 1/4	8 5/8	24	373	Common	175	2% gel
Production	7 7/8	5 1/2	15.50	3294	ASC	160	Common, 10% salt, 5% KaiSeal

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 <i>(Type and Kind of Material Used)</i>		Depth
		RECEIVED KANSAS CORPORATION COMMISSION FEB 13 2008 CONSERVATION DIVISION WICHITA, KS		

TUBING RECORD	Size <u>2 7/8</u>	Set At <u>3250</u>	Packer At	Liner Run <input type="checkbox"/> Yes <input type="checkbox"/> No
Date of First, Resumerd Production, SWD or Enhr. <u>12-01-2007</u>		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. <u>50</u>	Gas Mcf	Water Bbls. <u>0</u>	Gas-Oil Ratio

Disposition of Gas <input checked="" type="checkbox"/> Vented <input type="checkbox"/> Sold <input type="checkbox"/> Used on Lease <i>(If vented, Submit ACO-18.)</i>	METHOD OF COMPLETION <input checked="" type="checkbox"/> Open Hole <input type="checkbox"/> Perf. <input type="checkbox"/> Dually Comp. <input type="checkbox"/> Commingled <input type="checkbox"/> Other (Specify) _____
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QUALITY OILWELL CEMENTING, INC.

Federal Tax I.D. #

Phone 785-483-2025
Cell 785-324-1041

Home Office P.O. Box 32 Russell, KS 67665

No. 1662

Date	11-13-07	Sec.	18	Twp.	18	Range	10	Called Out		On Location		Job Start		Finish	5:00AM
Lease	Zink Farms	Well No.	1	Location	Caplin 3E-23E Rio			County	KS	State					
Contractor	Sterling Drilling			Owner	To Quality Oilwell Cementing, Inc. You are hereby requested to rent cementing equipment and furnish cementer and helper to assist owner or contractor to do work as listed.										
Type Job	Surface			Charge To	RJM Oil Co.										
Hole Size	1 7/8	T.D.	373			Depth	373								
Csg.	88	Depth	373												
Tbg. Size		Depth													
Drill Pipe		Depth													
Tool		Depth	The above was done to satisfaction and supervision of owner agent or contractor.												
Cement Left in Csg.		Shoe Joint													
Press Max.		Minimum													
Meas Line		Displace	23(Bb1)			CEMENT									
Perf.															
EQUIPMENT				Amount Ordered	175 Com 30ll 2762										
Pumptrk	No.	Cementer	Steve			Consisting of									
Bulktrk	No.	Driver	Dug			Common	RECEIVED KANSAS CORPORATION COMMISSION FEB 13 2008 CONSERVATION DIVISION WICHITA, KS								
	No.	Driver													
Bulktrk	No.	Driver	Dan			Poz. Mix									
JOB SERVICES & REMARKS				Gel.											
Pumptrk Charge						Chloride									
Mileage						Hulls									
Footage						Salt									
			Total			Flowseal									
Remarks:	Cement did Circulate														
						Sales Tax									
						Handling									
						Mileage									
						Sub Total									
						Total									
						Floating Equipment & Plugs	88 Wood Plug								
						Squeeze Manifold									
						Rotating Head									
Thank You [Signature]															
[Signature]															
X Signature															
							Tax								
							Discount								
							Total Charge								

GENERAL TERMS AND CONDITIONS

DEFINITIONS: In these terms and conditions, "Quality" shall mean Quality Oilwell Cementing, 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 "QUALITY" 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 "QUALITY," refunded directly to "CUSTOMER." For purposes of this paragraph, QUALITY 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 term of this Contract, the prevailing party shall be entitled to recover all expenses, including, but not limit to, a reasonable sum as and attorney's fees.

- **PRICES AND TAXES:** All merchandise listed in "QUALITY'S" current price shall schedule are F.O.B. QUALITY'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 QUALITY shall be added to the quoted prices charged to CUSTOMER.

- **TOWING CHARGES:** QUALITY will make a reasonable attempt to get to and from each job site using its own equipment. Should QUALITY 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 QUALITY, 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 QUALITY for the expenses incurred by QUALITY as a result of the cancellation.

- **DEADHAUL, CHARGES:** Unless otherwise specified on the front of this Contract, a deadhaul charges as set forth in QUALITY'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. QUALITY carries public liability and property damage insurance, but since there are so many uncertain and unknown conditions beyond QUALITY'S control, QUALITY 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 QUALITY, 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 QUALITY'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 QUALITY or its employees.

2. With respect to any of QUALITY'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 QUALITY at the landing, CUSTOMER shall either recover the lost item without cost to QUALITY or reimburse QUALITY the current replacement cost of the item unless the loss or damage results from the sole negligence of QUALITY or its employees.

3. QUALITY 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. QUALITY 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. QUALITY'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 QUALITY to be defective. THIS IS THE SOLE WARRANTY OF QUALITY 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 QUALITY 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 QUALITY 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 QUALITY or any interpretation of test, meter readings, chart information, analysis or research, or recommendations made by QUALITY, unless the inaccuracy or incorrectness is caused by the willful misconduct or gross negligence of QUALITY or its employees in the preparation or furnishing of such facts, information or data.

(C) Work done by QUALITY shall be under the direct supervision and control of the CUSTOMER or his agent and QUALITY will accomplish the job as an independent contractor and not as an employee or agent of the CUSTOMER.

QUALITY OILWELL CEMENTING, INC.

Federal Tax I.D.#

Phone 785-483-2025

Home Office P.O. Box 32 Russell, KS 67665

No. 1003

Cell 785-324-1041

Date	1/16	Sec.	Twp.	Range	Called Out	On Location	Job Start	Finish
Lease	Zink Farms	Well No.	1	Location	Circle 3E 05	County	Bar	State
Contractor	S...			Owner	1/2 E 2			
Type Job	Oil			To Quality Oilwell Cementing, Inc. You are hereby requested to rent cementing equipment and furnish cementer and helper to assist owner or contractor to do work as listed.				
Hole Size	7 7/8	T.D.	3278	Charge To	R.T.M. Co.			
Csg.	5L	Depth	3274	Street				
Tbg. Size		Depth		City	State			
Drill Pipe		Depth		The above was done to satisfaction and supervision of owner agent or contractor.				
Tool		Depth						
Cement Left in Csg.	40	Shoe Joint						
Press Max.		Minimum						
Meas Line	15.5	Displace	7 7/8 BBH	500 gal	CEMENT 3000 lbs			
Perf.				Mod. spec. or	20,110			
EQUIPMENT				Amount Ordered	1600 2000 1000 500 1000 6000			
Pumptrk	1	No.	Cementer	Consisting of				
			Helper					
Bulktrk	2	No.	Driver	Common	1600 1100 1000 1000			
			Driver	Poz. Mix				
Bulktrk	1	No.	Driver	Gel.	1 = 1700 1400			
			Driver	Chloride	4 = 2200 2800			
JOB SERVICES & REMARKS				Hulls				
Pumptrk Charge	Pool String	1500		Salt	3000 700			
Mileage	57	174.00		Flowseal	500 gal 500			
Footage				CD-110	1124 150 400			
	Total	1574.00						
Remarks:	RECEIVED			KANSAS CORPORATION COMMISSION				
	FEB 13 2008			Sales Tax				
	CONSERVATION DIVISION			Handling	175 1200 2000			
	WICHITA, KS			Mileage	400 2000 1500			
				Pump Truck Charge	Sub Total 1674.00			
				Total				
				Floating Equipment & Plugs	50 rubber 630			
				Squeeze Manifold	1000 1600			
				Rotating Head	400 1100			
				1 1/2" 4" 4"	2000			
				2 Baskets	2700			
				7 Tubs	5130			
				Tax	306.21			
				Discount	(736.00)			
X Signature	A. J. ...			Total Charge	1242.51			

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