

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 # 6037
Name: Staab Oil Co
Address: 1607 Hopewell Rd
City/State/Zip: Hays KS 67601
Purchaser: Coffeyville Resources
Operator Contact Person: Francis C Staab
Phone: (785) 625-5013
Contractor: Name: American Eagle Drilling
License: 33493
Wellsite Geologist: Steve Murphy
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/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. _____
11-27-07 12-3-07 12-19-07
Spud Date or Date Reached TD Completion Date or
Recompletion Date Recompletion Date

API No. 15 - 051 25704-0000
County: Ellis
Sec. 29 Twp. 12 S. R. 17 East West
450 feet from X / N (circle one) Line of Section
650 feet from E / W (circle one) Line of Section
Footages Calculated from Nearest Outside Section Corner:
(circle one) NE SE NW SW
Lease Name: Karlin Well #: 7
Field Name: Schmeidler
Producing Formation: Arbuckle
Elevation: Ground: 2137 Kelly Bushing: 2142
Total Depth: 3773 Plug Back Total Depth: _____
Amount of Surface Pipe Set and Cemented at 216 Feet
Multiple Stage Cementing Collar Used? Yes No
If yes, show depth set 1326 Feet
If Alternate II completion, cement circulated from 1372
feet depth to Surface w/ 360 sx cmt.

Drilling Fluid Management Plan
(Data must be collected from the Reserve Pit) *ALT II W/H 1-25-08*
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. 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: Francis C. Staab
Title: Partner Date: 12-28-07
Subscribed and sworn to before me this 28 day of December
20 07
Notary Public: Jody L. Staab

Date Commission Expires: 6/29/2010
NOTARY PUBLIC
STATE OF KANSAS
My App. E. p. 6/29/2010

KCC Office Use ONLY
 Letter of Confidentiality Received
 If Denied, Yes Date: _____
 Wireline Log Received
 Geologist Report Received
 UIC Distribution
RECEIVED
KANSAS CORPORATION COMMISSION
DEC 31 2007

CONSERVATION DIVISION

Operator Name: Staab Oil Co Lease Name: Karlin Well #: 7
 Sec. 29 Twp. 12 S. R. 17 East West County: Ellis

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 Yes No
 (Attach Additional Sheets)

Samples Sent to Geological Survey Yes No

Cores Taken Yes No

Electric Log Run Yes No
 (Submit Copy)

List All E. Logs Run: Compensated Density
Neutron, Micro log, Sonic Cement Bond log
Dual Induction log, Sonic Log
DST 1 3465-3490 IFP 14-27 FFP 28-33
ISIP 486-30 FSIP 474-45 Recovery 30ft

Name	Formation (Top), Depth and Datum	
	Top	Datum
Anhydrite	1364	+778
Base	1403	+739
Topeka	3114	-972
Heebner	3361	-1219
Lansing	3416	-1274
BKC	3632	-1490
Arbuckle	3662	-1520
R.T.D.	3773	-1631

of gas 45ft. GOCM

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
Surface Pipe	12 1/4	8 5/8 in 12 1/4	20	216	Common	160	2% Gel 3% Chlorides
Production Pipe	7 7/8	5 1/2	14	3770	Common Class A	165	1% Salt 3% WFR2

ADDITIONAL CEMENTING / SQUEEZE RECORD				
Purpose:	Depth Top Bottom	Type of Cement	#Sacks Used	Type and Percent Additives
Perforate	Port Collar	Common Class A	210	1% Poz 1/2% Chloride 1/2% Floeal
Protect Casing		Common Class A	150	3% Gel 5% Chloride
Plug Back TD	1326 Ft			
Plug Off Zone				

Shots Per Foot	PERFORATION RECORD - Bridge Plugs Set/Type		Acid, Fracture, Shot, Cement Squeeze Record	
	Specify Footage of Each Interval Perforated		(Amount and Kind of Material Used)	
4 per ft	3695 to 3700		Natural	
4 per ft	3684 to 3690		Natural	

TUBING RECORD		Size	Set At	Packer At	Liner Run
		2 7/8	3765		<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Date of First, Resumerd Production, SWD or Enhr.			Producing Method		
12-23-07			<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
	20		150 barrels		25

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

METHOD OF COMPLETION work over rig

Production Interval 3695-3700
3684-3690

Open Hole Perf. Dually Comp. Commingled Other (Specify)

ALLIED CEMENTING CO., INC.

24742

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

SERVICE POINT:
KS

DATE <u>11-23-07</u>	SEC. <u>29</u>	TWP. <u>12</u>	RANGE <u>17W</u>	CALLED OUT	ON LOCATION	JOB START <u>5:30PM</u>	JOB FINISH <u>6:00PM</u>
LEASE <u>KARLIN</u>	WELL # <u>7</u>	LOCATION <u>CATHERINE WEST SIDE</u>			COUNTY <u>ELLIS</u>	STATE <u>KS</u>	
OLD OR <u>NEW</u> (Circle one)				<u>4N WEN</u>			

CONTRACTOR AMERICAN EAGLE

TYPE OF JOB SURFACE

HOLE SIZE 12 1/4 T.D. 226

CASING SIZE 8 5/8 DEPTH 226

TUBING SIZE _____ DEPTH _____

DRILL PIPE _____ DEPTH _____

TOOL _____ DEPTH _____

PRES. MAX _____ MINIMUM _____

MEAS. LINE _____ SHOE JOINT _____

CEMENT LEFT IN CSG. 15'

PERFS. _____

DISPLACEMENT 13 1/4 BBL

OWNER _____

CEMENT

AMOUNT ORDERED 160 Com 3 E2

COMMON	<u>160</u>	@	<u>11.10</u>	<u>1776.00</u>
POZMIX		@		
GEL	<u>3</u>	@	<u>16.65</u>	<u>49.95</u>
CHLORIDE	<u>5</u>	@	<u>46.60</u>	<u>233.00</u>
ASC		@		
		@		
		@		
		@		
		@		
		@		
		@		
		@		
HANDLING	<u>168</u>	@	<u>1.90</u>	<u>319.20</u>
MILEAGE	<u>98</u>	@	<u>1SK/mile</u>	<u>378.00</u>
TOTAL				<u>2756.15</u>

EQUIPMENT

PUMP TRUCK CEMENTER MARIC

409 HELPER ADRIAN

BULK TRUCK

378 DRIVER DOUG

BULK TRUCK

_____ DRIVER _____

REMARKS:

CEMENT CURC

THANKS
CA

CHARGE TO: STAAZ OIL

STREET _____

CITY _____ STATE _____ ZIP _____

SERVICE

DEPTH OF JOB _____

PUMP TRUCK CHARGE _____ 815.00

EXTRA FOOTAGE _____ @ _____

MILEAGE 25 @ 6.00 150.00

MANIFOLD RECEIVED @ _____

KANSAS CORPORATION COMMISSION @ _____

DEC 31 2007

CONSERVATION DIVISION
WICHITA, KS

TOTAL 965.00

PLUG & FLOAT EQUIPMENT

<u>8 5/8 wood</u>	@	<u>60.00</u>
	@	
	@	
	@	
	@	
TOTAL		<u>60.00</u>

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 Pats [Signature]

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.

28091

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

SERVICE POINT:

Russell

DATE <u>12-2-07</u>	SEC <u>29</u>	TWP. <u>12</u>	RANGE <u>17</u>	CALLED OUT	ON LOCATION <u>10:30pm</u>	JOB START	JOB FINISH <u>2:30Am</u>
LEASE <u>Korlin</u>	WELL # <u>7</u>	LOCATION <u>Catharine 1w 4w</u>			COUNTY <u>Ellis</u>	STATE <u>Ky</u>	
OLD OR <input checked="" type="radio"/> NEW (Circle one)							

CONTRACTOR American Eagle

TYPE OF JOB Prod Csg

HOLE SIZE 7 7/8 T.D.

CASING SIZE 5 1/2 DEPTH

TUBING SIZE DEPTH

DRILL PIPE DEPTH

TOOL DEPTH

PRES. MAX MINIMUM

MEAS. LINE SHOE JOINT

CEMENT LEFT IN CSG. 21.76

PERFS.

DISPLACEMENT 91.5 bbls

EQUIPMENT

PUMP TRUCK CEMENTER Bill

368 HELPER Greg

BULK TRUCK

345 DRIVER Rocky

BULK TRUCK

DRIVER

OWNER

CEMENT

AMOUNT ORDERED

165 Com 10% Salt

500 Gal WFR2

COMMON <u>165</u>	@ <u>11.10</u>	<u>1831.50</u>
POZMIX	@	
GEL	@	
CHLORIDE	@	
ASC	@	
<u>Salt 15</u>	@ <u>19.20</u>	<u>288.00</u>
<u>WFR2 500 gal</u>	@ <u>1.00</u>	<u>500.00</u>
<div style="border: 1px solid black; padding: 2px; display: inline-block;"> RECEIVED KANSAS CORPORATION COMMISSION DEC 31 2007 CONSERVATION DIVISION WICHITA, KS </div>		
HANDLING <u>150</u>	@ <u>1.90</u>	<u>342.00</u>
MILEAGE <u>SK/mj 09</u>		<u>437.00</u>
		TOTAL <u>3398.50</u>

REMARKS:

Pipe set c 3772

Shoe pt. 21.76

Insert c 3750.24

Pump 500 gal Flush

Follow w/ 1500 Com 10% Salt

pump plug w/ 9 1/2 bbls of water

Land plug c 10004 Flouredid hold

1500 gal

CHARGE TO: STAAB Oil Co.

STREET _____

CITY _____ STATE _____ ZIP _____

SERVICE

DEPTH OF JOB _____

PUMP TRUCK CHARGE 1610.00

EXTRA FOOTAGE @ _____

MILEAGE 27 @ 6.00 162.00

MANIFOLD @ _____

@ _____

@ _____

TOTAL 1772.00

PLUG & FLOAT EQUIPMENT

<u>6 Centralizer</u>	@ <u>50.00</u>	<u>300.00</u>
<u>Insert AFU</u>	@	<u>260.00</u>
<u>Grade shoe</u>	@	<u>170.00</u>
<u>1" Port collar</u>	@	<u>175.00</u>
<u>1" Backrot</u>	@ <u>165.00</u>	<u>165.00</u>
		TOTAL <u>2645.00</u>

P.C. 58

FAX# 12-3

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.

SIGNATURE Staab Oil Co by Todd Staab

TAX _____

TOTAL CHARGE _____

DISCOUNT _____ IF PAID IN 30 DAYS

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.

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(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. 33936

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

SERVICE POINT:
Russell KS

DATE <u>12-18-07</u>	SEC. <u>29</u>	TWP. <u>12</u>	RANGE <u>17</u>	CALLED OUT	ON LOCATION	JOB START	JOB FINISH <u>12:30pm</u>
LEASE <u>Karla</u>		WELL # <u>7</u>		LOCATION <u>Catherine Peggy Sue's 4 N</u>		COUNTY <u>Ellis</u>	STATE <u>KS</u>
<input checked="" type="radio"/> OLD OR <input type="radio"/> NEW (Circle one)				<u>West into</u>			

CONTRACTOR Express Well Service

TYPE OF JOB Circulate Cement Port Collar

HOLE SIZE _____ T.D. _____

CASING SIZE 5 1/2" DEPTH _____

TUBING SIZE 2 7/8" DEPTH _____

DRILL PIPE _____ DEPTH _____

TOOL P.C. DEPTH 1326'

PRES. MAX 1000psi MINIMUM _____

MEAS. LINE _____ SHOE JOINT _____

CEMENT LEFT IN CSG. _____

PERFS. _____

DISPLACEMENT _____

OWNER _____

CEMENT used 350

AMOUNT ORDERED 350 60/40 6% Gel 1/4" F10

COMMON	<u>210</u>	@	<u>11.10</u>	<u>2331.00</u>
POZMIX	<u>140</u>	@	<u>6.20</u>	<u>868.00</u>
GEL		@		
CHLORIDE	<u>18</u>	@	<u>16.65</u>	<u>299.70</u>
ASC		@		

<u>FloSeal</u>	<u>88</u>	@	<u>2.00</u>	<u>176.00</u>
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RECEIVED
KANSAS CORPORATION COMMISSION
DEC 1 2007
CONSERVATION DIVISION
WICHITA, KS

HANDLING	<u>368</u>	@	<u>1.90</u>	<u>699.20</u>
MILEAGE	<u>94 / SK / Mile</u>	@		<u>993.00</u>
TOTAL				<u>5367.50</u>

EQUIPMENT

PUMP TRUCK CEMENTER John Roberts

409 HELPER Adrian

BULK TRUCK

362 DRIVER Robert Helper-Mike

BULK TRUCK

_____ DRIVER _____

REMARKS:

Test tools @ 1000 psi. Opened Port Collar. Mixed 350 sks to Circulate Cement. Displaced 6.5 kbls H₂O. Closed Port Collar. Tested to 1000psi. Ran 56 jts Washed clean. Came out of Hole.

SERVICE

DEPTH OF JOB	_____
PUMP TRUCK CHARGE	<u>955.00</u>
EXTRA FOOTAGE	@ _____
MILEAGE	<u>30</u> @ <u>6.00</u> <u>180.00</u>
MANIFOLD	@ _____
	@ _____
	@ _____

TOTAL 11350.00

CHARGE TO: Staab Oil

STREET _____

CITY _____ STATE _____ ZIP _____

PLUG & FLOAT EQUIPMENT

_____	@ _____
_____	@ _____
_____	@ _____
_____	@ _____
_____	@ _____

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 _____

SIGNATURE [Signature]

SALES TAX (If Any) _____

TOTAL CHARGES _____

DISCOUNT _____ IF PAID IN 30 DAYS

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.

ALLIED CEMENTING CO., INC.

29577

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

SERVICE POINT: Russell

DATE <u>12-19-07</u>	SEC. <u>29</u>	TWP. <u>12</u>	RANGE <u>17</u>	CALLED OUT	ON LOCATION	JOB START	JOB FINISH <u>12:30pm</u>
LEASE <u>Karlin</u>	WELL # <u>7</u>	LOCATION <u>Cathrine 4W</u>			COUNTY <u>Fillis</u>	STATE <u>K</u>	
OLD OR <input checked="" type="radio"/> NEW (Circle one)							

CONTRACTOR Express

TYPE OF JOB pump down backside

HOLE SIZE 7 7/8 T.D.

CASING SIZE 5 1/2 DEPTH

TUBING SIZE DEPTH

DRILL PIPE DEPTH

TOOL DEPTH

PRES. MAX MINIMUM

MEAS. LINE SHOE JOINT

CEMENT LEFT IN CSG.

PERFS.

DISPLACEMENT

OWNER

CEMENT

AMOUNT ORDERED 150 lbs Cem 3% CC 2% Gel

COMMON	<u>150</u>	@ <u>11.10</u>	<u>1665.00</u>
POZMIX		@	
GEL	<u>3</u>	@ <u>16.65</u>	<u>49.95</u>
CHLORIDE	<u>5</u>	@ <u>46.60</u>	<u>233.00</u>
ASC		@	

EQUIPMENT

PUMP TRUCK CEMENTER Bill

398 HELPER Robert

BULK TRUCK

345 DRIVER Chris B - Mike K.

BULK TRUCK

DRIVER

REMARKS:

press csg to 600 ft
pump down back side
by 150 lbs max 450 lb shut tank 2.50

CHARGE TO: STAB oil

STREET

CITY STATE ZIP

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.

SIGNATURE [Signature]

RECEIVED
KANSAS CORPORATION COMMISSION
DEC 31 2007
CONSERVATION DIVISION
WICHITA, KS

HANDLING	<u>158</u>	@ <u>1.90</u>	<u>300.20</u>
MILEAGE	<u>9K/mi/09</u>		<u>355.50</u>
TOTAL			<u>2603.65</u>

SERVICE

DEPTH OF JOB

PUMP TRUCK CHARGE 815.00

EXTRA FOOTAGE @ ~~815.00~~

MILEAGE 25 @ 6.00 150.00

MANIFOLD @

TOTAL 965.00

PLUG & FLOAT EQUIPMENT

<u>8F wood plug</u>	@	<u>65.00</u>
	@	
	@	
	@	
TOTAL <u>65.00</u>		

TAX

TOTAL CHARGE

DISCOUNT IF PAID IN 30 DAYS

PRINTED NAME E. L. Jones

GENERAL TERMS AND CONDITIONS

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