CONFIDENTIAL

Kansas Corporation Commission Oil & Gas Conservation Division

ORIGINA Form Must Be Typed

WELL COMPLETION FORM

WELL HISTORY - DESCRIPTION OF WELL & LEASE

| Operator: License #_3532 | API No. 15 - 007-22970-00-00 |
|--|---|
| Name:_CMX, Inc. | County: Barber |
| Address: 1551 N. Waterfront Parkway, Suite 150 | SE_SN_NEsec. 9 Twp. 31 S. R. 11 East |
| City/State/Zip: Wichita, KS 67206 | 2310' feet from S / (N) (circle one) Line of Section |
| Purchaser: Semcrude | 1650 feet from (E) W (circle one) Line of Section |
| Operator Contact Person: Douglas H. McGinness II | Footages Calculated from Nearest Outside Section Corner: |
| Phone: (_316) _269-9052 | (circle one) NE SE NW SW |
| Contractor: Name: Duke Drilling Co., Inc. | Lease Name: Stephenson Well #: #1-9 |
| icense: 5929 | Field Name: Wildcat |
| Wellsite Geologist: Ken LeBlanc MAY 3 1 20 | Producing Formation: Simpson |
| Designate Type of Completion: | Elevation: Ground: 1819 Kelly Bushing: 1830 |
| New Well Re-Entry Workover | Total Depth: 4930 Plug Back Total Depth: 4905 |
| OilSWDSIOWTemp. Abd. | Amount of Surface Pipe Set and Cemented at 323 Feet |
| GasENHRSIGW | Multiple Stage Cementing Collar Used? |
| Dry Other (Core, WSW, Expl., Cathodic, etc) | If yes, show depth setFeet |
| f Workover/Re-entry: Old Well Info as follows: | If Alternate II completion, cement circulated from |
| Operator: | feet depth tow/sx cmt. |
| Well Name: | |
| Original Comp. Date: Original Total Depth: | Drilling Fluid Management Plan (Data must be collected from the Reserve Pit) |
| Deepening Re-perf Conv. to Enhr./SWD | |
| Plug Back Plug Back Total Depth | Chloride content ppm Fluid volume 420 bbls |
| Commingled Docket No. | Dewatering method used hauled |
| Dual Completion Docket No | Location of fluid disposal if hauled offsite: |
| | Operator Name: Bem Co |
| Other (SWD or Enhr.?) Docket No. | Lease Name: Cole License No.: 326/3 |
| 2/14/06 | Quarter Sec. 25 Twp. 32 S. R. 12 East 🛛 West |
| Spud Date or Date Reached TD Completion Date or Recompletion Date | County: Barber Docket No.: D-19886 |
| | |
| Kansas 67202, within 120 days of the spud date, recompletion, workd Information of side two of this form will be held confidential for a period of | th the Kansas Corporation Commission, 130 S. Market - Room 2078, Wichita, over or conversion of a well. Rule 82-3-130, 82-3-106 and 82-3-107 apply. If 12 months if requested in writing and submitted with the form (see rule 82-3-gs and geologist well report shall be attached with this form. ALL CEMENTING Is. Submit CP-111 form with all temporarily abandoned wells. |
| All requirements of the statutes, rules and regulations promulgated to regulation are complete and correct to the best of my/kndwledge. | ulate the oil and gas industry have been fully complied with and the statements |
| Signature: | KCC Office Use ONLY |
| Title: President Date: 5/15/06 | Letter of Confidentiality Attached RECEIVED If Denied, Yes Date KANSAS CORPORATION COMMISSION |
| Subscribed and sworn to before me this \(\frac{1}{2} \) day of \(\frac{1}{2} \) | Winding Log Received |
| 96×100 (May May | Geologist Report Received |
| Notary Public: 1 max 1/lly 1 mus | UIC Distribution CONSERVATION DIVISION WICHTA, KS |
| Date Commission Expires: 2/7/07 A DONNA L. | MAY-MURRAY State of Kansas |
| My Appt. Expires | Colora m. Value 18 |

| Operator Name: CN | ЛX, Inc. | ······································ | Lease | Name: | Stephenson | | _ Well #: #1- | -9 |
|--|---|---|------------------------------|--|----------------------------|---------------------|----------------|-----------------------------------|
| Sec. 9 Twp | 31 s. R. 11 | . ☐ East ☑ West | | _{/:} Barb | | | | |
| tested, time tool ope temperature, fluid re | n and closed, flowing covery, and flow rate | and base of formations p g and shut-in pressures, s if gas to surface test, final geological well site | , whether sh along with f | nut-in pre | essure reached | static level, hydro | static pressur | es, bottom hole |
| Drill Stem Tests Take | | ✓ Yes | | ✓L | og Formati | on (Top), Depth a | ind Datum | Sample |
| Samples Sent to Geological Survey ✓ Yes No | | | Name | | | Тор | Datum | |
| , , | | ∴Yes ✓ No | Та | | kio Sand | | 3018 | -1188 |
| Electric Log Run | | ✓ Yes □ No | | Heel | bner Shale | | 3780 | -1950 |
| (Submit Copy) | | | Stark S | | | | 4331 | -2501 |
| List All E. Logs Run: | | 0/6 | • | | | | | |
| CDNL, DIL, Bor | nd | KCC | Mississippi | | | 4522 | -2692 | |
| | | MAY 3 1 | 2006 | Sim | pson Sand | | 4886 | -3056 |
| | | CONFIDE | NTIAL | | | | | |
| | | | RECORD | ✓ Ne | | lian ata | | |
| Purpose of String | Size Hole | Report all strings set- | -conductor, st | | Setting | Type of | # Sacks | Type and Percent |
| | Drilled | Set (In O.D.) | Lbs. | ĪFt. | Depth | COMMON | Used | Additives |
| Surface | 12 1/4 | 8 5/8 | 23 | | 323 | 60/40 Poz | 225 | 3% cc 2% gel |
| Production | 7 7/8 | 5 1/2 | 15.5 | | 4929 | Class H | 250 | 10% salt |
| | | | | | | | | |
| f | | ADDITIONA | L CEMENTII | NG / SQL | JEEZE RECORD |) | | |
| Purpose: Perforate | Depth Top Bottom | Type of Cement | #Sacks | Used | Type and Percent Additives | | | |
| Protect Casing | | | | | | | | |
| Plug Back TD Plug Off Zone | | | | | | | | |
| | | | | | | | | |
| Shots Per Foot | ots 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) Depth | | | | |
| 4 | | | | 300 gallons 15% MCA, flush w/109 bbls KC | | | | |
| | | | | | | | | |
| | | | | | | | | |
| | | | · · | · · · · · · | | | | |
| | | | | | | | | |
| TUBING RECORD | Size | Set At | Packer A | \t | Liner Run | | | |
| | 3/8" | 4893 | 4880 | | [| Yes ✓ No | | |
| Date of First, Resume | d Production, SWD or E | nhr. Producing Me | thod [| Flowin | g √Pumpi | ng 🗍 Gas Li | ft 🗍 Oth | er (Explain) |
| Estimated Production | 5/13/06 Oil | Bbls. Gas | Mcf | Wate | | | Gas-Oil Ratio | Gravity |
| Per 24 Hours | 50 | 300 | | 5 | | · | | RECEIVED |
| Disposition of Gas | METHOD OF | | | | Production Inter | val | | RPORATION COMMIS |
| Vented ✓ Sold | Used on Lease | Open Hole | | : <u> </u> | Dually Comp. | Commingled _ | JL | IN 0 1 2006 |
| , , , , | • | U Other (Spe | <u> </u> | | | | CONS | SERVATION DIVISION WICHITA, KS |

ALLIED CEMENTING CO., INC. 23076

| REMITTO P.O. BOX 3 RUSSELL | 31 , KANSAS 67 | 665 | MAY 3 1 200 | 5 | CE POINT: | cinelate |
|-------------------------------|---|-------------------|---|-------------------|---|--------------|
| | | | CALLED OUT | <u>Al</u> | | · · · |
| DATE 25 Feb 06 SEC | TWP. 3/5 | RANGE //w | CALLED OUT ON G | COO HIM I | IOB START 1:30 Pm | JOB FINISH |
| LEASESTEPHENSIN WEI | | LOCATION Is | abel Rd. + Ridge Ro | 1., 2E, | COUNTY Ba <i>nfar</i> | STATE |
| OLD OR NÉW (Circle o | one) | 1/2 5, whints | | | | |
| CONTRA CETOR O | LHC | . / | - M | / / | | |
| CONTRACTOR Du a | | | OWNER CM | , inc. | | |
| HOLE SIZE 7 7/2 | T.J | 1930 | CEMENT | | | |
| CASING SIZE 5 1/2 | | EPTH 4/9 | CEMENT | n 275/ | -"H" | 109 |
| TUBING SIZE | | EPTH - | AMOUNT ORDERE | D <u>ax / J 3</u> | X 11 7 | 110 |
| DRILL PIPE | | EPTH, ***/ | 10.70 3-17-15 | MOIS CAT | 1 3-10 1 6 | 160 |
| TOOL | | PTH | | | | |
| PRES. MAX | | NIMŮM - | COMMON | (| @ | |
| MEAS. LINE | * SF | OE JOINT 20' | POZMIX | | @ | |
| CEMENT LEFT IN CSC | | 25.76 | GEL | (| @ | |
| PERFS. | 1 1 1 | | CHLORIDE | (| @ | |
| DISPLACEMENT// | 0 /2 Bb/s 8 | 2% KCL water | <u>*C</u> ASC | | @ | |
| | EQUIPMENT | Γ | | | @ | |
| • | | | RE(| EIVED | @ | |
| PUMP TRUCK CEM | ENTER O | Felia | — irini | n 4 oc~~ (| @ | · |
| | PER A E. | | JUN | 0 1 2 | <u>@</u> | |
| BULK TRUCK | , | | KCC1 | NICHITA' | <u>a</u> | |
| # 368 DRIV | ER T. De | marro | | | ø | |
| BULK TRUCK | | | | | @ @ | |
| # DRIV | ER | | HANDLING | | @ @ | · · |
| lg. | | No. | MILEAGE | | e | |
| | REMARKS: | * | | | TOTAL | |
| | | | | | TOTAL | · |
| Pipe on Bytm. | THEN FURE | 250 sx camen | <u></u> | CEDVICI | 7 | |
| Stop Pump, Wash | | | | SERVICE | با | |
| SHORT DISP. SOR | 115- PCT | Start Se Start | A. 4. DEDTH OF IOR | | 4951 | |
| Bung Plus At 11 | 18% B610 | to 41 2% KCI | Lete, DEPTH OF JOB 444. PUMP TRUCK CHA | RGE | <u> </u> | |
| Release PSE, Flor | + D: 1 Hol | d | EXTRA FOOTAGE | KGE | <u> </u> | |
| | | | MILEAGE / O | | a a | |
| | **** | | — MANIFOLD head | Restal | <u> </u> | |
| | | | | | | |
| | | | | | @ | |
| CHARGE TO: CM | Kinc. | | | | | |
| STREET | | | | | TOTAL | |
| STREET | | | <u> </u> | | | |
| CITY | _ STATE | ZIP | | | | |
| | | | PLUG | & FLOAT E | QUIPMEN | T |
| | | | | | | |
| | | | 1- Latch down F - 1-AFU Float | long Assy. | <u>a</u> | |
| ene and a second | . : | 5/2 | I AFU Florate | <u> 51.0e</u> (| <u>. </u> | |
| To Allied Cementing C | Co., Inc. | 0 / 0 | 1-Basket | | <u> </u> | |
| You are hereby request | ted to rent cer | nenting equipmen | t 6. turbolizar | | | . ——— |
| and furnish cementer a | nd helper to a | assist owner or | the following the same of the | | <u> </u> | |
| contractor to do work a | as is listed. T | he above work wa | S | | | |
| done to satisfaction and | d supervision | of owner agent or | | | TOTAL | |
| contractor. I have read | & understan | d the "TERMS AN | | | | |
| CONDITIONS" listed | on the revers | e side. | TAX | | | |
| | | | TOTAL CHARGE | | | |
| 1 | 1 | 177 | | | | |
| | m Va | 70 | DISCOUNT | | IF PAI | D IN 30 DAYS |
| اسن | an Ital | 10 | \mathcal{M}_{i} | - V12 A | til. | • |
| SIGNATURE / | V / / / / / / / / / / / / / / / / / / / | | | ーレドグ | · • • | |

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. 23319

| REMIT TO P.O. BOX 31 | MAY 3 1 2006 SERV | VICE POINT: |
|--|---|---|
| RUSSELL, KANSAS 67665 | | ML |
| SEC. TWP. RANGE CA | CONFIDENTIAL ALLED OUT ON LOCATION | JOB START JOB FINISH DE |
| DATE 2-14-06 9 315 1/W | 9:00 Pm ON LOCATION 10:00 | JOB START JOB FINISH JOB FINISH JOB START JOB STATE |
| LEASE Stephenson WELL# 1-9 LOCATION TSabe | el Rel + Ridge Rol. | Barber Ks. |
| | into | |
| CONTRACTOR DUKE 5 | OWNER CMX, I | nc. |
| TYPE OF JOB Surface | • | |
| HOLE SIZE 12 14 T.D. | CEMENT | |
| CASING SIZE 848 DEPTH 3/0 '+13'/J TUBING SIZE DEPTH | AMOUNT ORDERED | 3+2% 951 |
| TUBING SIZE DEPTH DRILL PIPE DEPTH | 220 5x 80.90 \$ | 3 · 20: J C |
| TOOL DEPTH | | - 4.04.10 |
| PRES. MAX 200 MINIMUM — | COMMON /35 A | @ 9.60 1296.00 |
| MEAS. LINE SHOE JOINT CEMENT LEFT IN CSG. んく | POZMIX 90 GEL 4 | _@_ <i>5.20468.0</i> 0 _@_ <i>15.0</i> 0 <i>60.0</i> 0 |
| CEMENT LEFT IN CSG. /S' PERFS. | CHLORIDE 7 | @ 42.00 294.00 |
| DISPLACEMENT 19 1/2 Bbls Freshwater | ASC | @ |
| EQUIPMENT | | |
| _ | | @ @ |
| PUMPTRUCK CEMENTER CARCOLOGY | RECEIVED | _ |
| # 4/4 HELPER Donn's Cushenbery | JUN 0 1 2006 | |
| # 356 DRIVER / DOMAS DEMORROW | | @ |
| BULK TRUCK | KCC WICHITA | @ @ |
| # DRIVER | HANDLING 236 | @ 1.70 401,20 |
| • | MILEAGE 10 x 236 | A |
| REMARKS: | Minc | hig TOTAL 2719.20 |
| | | , |
| Kun 323' 8'18 esy Break circulation | SERV | ICE |
| w/Rig Punp 5 1751s freshwater mix 225 sx Cement selease plug | DEPTH OF JOB 3/0' | |
| + Displace with 192 Rbls water. | PUMP TRUCK CHARGE O | 300' 735.00 |
| Leave 15' Cement in Pipe + shut in. | EXTRA FOOTAGE /0' | <u>@ .60 </u> |
| <u>Cement Did cinculate.</u> | MILEAGE 10 | - : |
| | MANIFOLD | @ |
| | TRACE RENTAL | @ |
| CHARGE TO: CMX, INC. | | |
| • | | TOTAL <u>871.00</u> |
| STREET | | · · · · · |
| CITYSTATEZIP | C/ 4 PLUG & FLOA | T EQUIPMENT |
| | 83/8 | |
| والمستعملية والمست | 1-TWP | @55.00 55.00 |
| | : · · · · · · · · · · · · · · · · · · · | @ |
| 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 | ANY APPLICABLE TA | X |
| done to satisfaction and supervision of owner agent or | WILL BE CHARGED | |
| contractor. I have read & understand the "TERMS AND | UPON INVOICING | |
| CONDITIONS" listed on the reverse side. | TAX | |
| i | TOTAL CHARGE | |
| _ | DISCOUNT | IF PAID IN 30 DAYS |
| | → | |
| SIGNATURE Level | JOR LAUNNES | TON |
| and the same of th | | TED NAME |



1551 N. Waterfront Parkway Suite 150 Wichita, KS 67206 05/31/06

Phone: (316) 269-9052 Fax: (316) 269-2517 www.cmxoil-gas.com

KCC MAY 3 1 2006 CONFIDENTIAL

May 31, 2006

Kansas Corporation Commission 130 S. Market, Room 2078 Wichita, Kansas 67202

Re: Confidentiality of Information on Stephenson #1-9

A.P.I. #: 15-007-22970-0000 SE SW NE of Sec. 9-31S-11W Barber County, Kansas

Dear Sirs:

Please hold all information on the above listed well as confidential for two years (2) according to Kansas Law regarding confidentiality. If you have any questions regarding this request, please do not hesitate to call our office. Thank you for your cooperation in this matter.

Sincerely,

Donna May-Murray
Office Manager

RECEIVED
JUN 0 1 2006
KCC WICHITA