

## Kansas Corporation Commission Oil & Gas Conservation Division

Form ACO-1 September 1999 Form Must Be Typed

#### **WELL COMPLETION FORM WELL HISTORY - DESCRIPTION OF WELL & LEASE**

| Operator: License # 32948   | API No. 15 - 051-25808-00-00   |  |  |  |  |  |  |
|---|--|--|--|--|--|--|--|
| Name:   | _ County: Ellis  |  |  |  |  |  |  |
| Address: 7154 W.State St. PMB 302   | <u>SE_NW_NE_Sec. 13Twp. 12_S. R. 19</u> East  West   |  |  |  |  |  |  |
| City/State/Zip: Boise, ID 83714-7421  | 1090 feet from S (N)(circle one) Line of Section   |  |  |  |  |  |  |
| Purchaser:  | 1350 feet from W (circle one) Line of Section  |  |  |  |  |  |  |
| Operator Contact Person: Sid Tomlinson  | Footages Calculated from Nearest Outside Section Corner:   |  |  |  |  |  |  |
| Phone: (_208)229-1937   | (circle one) (NE) SE NW SW   |  |  |  |  |  |  |
| Contractor: Name: L.D. Drilling   | 1  |  |  |  |  |  |  |
| License: 6039   |  |  |  |  |  |  |  |
| Wellsite Geologist: Bob O'Dell  | Producing Formation:   |  |  |  |  |  |  |
| Designate Type of Completion:   | Elevation: Ground: 2213 Kelly Bushing: 2218  |  |  |  |  |  |  |
| New Well Re-Entry Workover  | Total Depth: 3900 Plug Back Total Depth:   |  |  |  |  |  |  |
| Oil SWD SIOW Temp. Abd.   | Amount of Surface Pipe Set and Cemented at 327 Feet  |  |  |  |  |  |  |
| Gas ENHR SIGW   | Multiple Stage Cementing Collar Used? Yes No   |  |  |  |  |  |  |
| ✓ Dry Other (Core, WSW, Expl., Cathodic, etc)   | If yes, show depth setFeet   |  |  |  |  |  |  |
| If Workover/Re-entry: Old Well Info as follows:   | If Alternate II completion, cement circulated from   |  |  |  |  |  |  |
| Operator:   |  |  |  |  |  |  |  |
| Well Name:  |  |  |  |  |  |  |  |
| Original Comp-Date: Original Total Depth:   | Drilling Fluid Management Plan P+A A+ I MR  (Data must be collected from the Reserve Pit)  11-5-08   |  |  |  |  |  |  |
| Deepening Re-perf Conv. to Enhr./SWD  | Chloride content 38,000 ppm Fluid volume 400 bbls  |  |  |  |  |  |  |
| Plug BackPlug Back Total Depth  | Dewatering method used evaporation   |  |  |  |  |  |  |
| Commingled Docket No  |  |  |  |  |  |  |  |
| Dual Completion   | Location of fluid disposal if hauled offsite:  |  |  |  |  |  |  |
| Other (SWD or Enhr.?) Docket No   | Operator Name:   |  |  |  |  |  |  |
|   | Lease Name: License No.:   |  |  |  |  |  |  |
| 9-03-08   | Quarter SecTwpS. R East 🗌 West   |  |  |  |  |  |  |
| Recompletion Date Recompletion Date   | County: Docket No.:  |  |  |  |  |  |  |
|   |  |  |  |  |  |  |  |
| Kansas 67202, within 120 days of the spud date, recompletion, work Information of side two of this form will be held confidential for a period 107 for confidentiality in excess of 12 months). One copy of all wireline in TICKETS MUST BE ATTACHED. Submit CP-4 form with all plugged w | with the Kansas Corporation Commission, 130 S. Market - Room 2078, Wichita, kover or conversion of a well. Rule 82-3-130, 82-3-106 and 82-3-107 apply. of 12 months if requested in writing and submitted with the form (see rule 82-3-ogs and geologist well report shall be attached with this form. ALL CEMENTING rells. Submit CP-111 form with all temporarily abandoned wells. |  |  |  |  |  |  |
| herein are complete and correct to the best of my knowledge.  |  |  |  |  |  |  |  |
| Signature: Sed Juliumer   | KCC Office Use ONLY  |  |  |  |  |  |  |
| Member 9-19-18  |  |  |  |  |  |  |  |
| Title: Date: V SALES YN CO  | Letter of Confidentiality Received   |  |  |  |  |  |  |
| Subscribed and sworn to before me this 19 day of  | If Denied, Yes Date:  Wireline Log Received RECEIVED   |  |  |  |  |  |  |
| 20 <u>08</u>  | Geologist Report RECEIVED  Geologist Report Received RECEIVED  |  |  |  |  |  |  |
| Notary Public: Telly Cole   | UIC Distribution SEP 2 9 2008  |  |  |  |  |  |  |
| Date Commission Expires:  | CONSERVATION DIVISION  |  |  |  |  |  |  |
| Residing in: Boise, Idaho Commission Expires: 9/22/2011   | WICHITA, KS  |  |  |  |  |  |  |

| Operator Name: Tomli   | nson Operating, L  | .C                             |   | Lease                                | e Name:∴            | loy   |                     | Well #:             |                               |  |
|--|--|--------------------------------|---|--------------------------------------|---------------------|---|---------------------|---------------------|-------------------------------|--|
| Sec. 13 Twp. 12  |  |                                | t 🗸 West  |                                      | y: Ellis            |   |                     |                     |                               |  |
| INSTRUCTIONS: Sho<br>lested, time tool open<br>lemperature, fluid reco<br>Electric Wireline Logs | and closed, flowing<br>very, and flow rate   | nd base of and shuts if gas to | of formations per<br>t-in pressures, surface test, a  | enetrated.<br>whether s<br>long with | Detail a            | essure reached :  | static level, hydro | ostatic pressur     | es, bottom hole               |  |
| Drill Stem Tests Taken<br>(Attach Additional S   |  | ✓ Y                            | es 🗌 No   |                                      | <b>V</b> L          | og Formatio   | on (Top), Depth a   | and Datum           | Sample                        |  |
| Samples Sent to Geol   | ogical Survey  | <b>₹</b> Y                     | es 🗌 No   |                                      | Nam<br>Anhy         |   |                     | Top<br>1 <b>544</b> | Datum<br>+647                 |  |
| Cores Taken  | •  | Y                              | es 🗸 No   |                                      | 1                   | drite base  |                     | 1585                | +633                          |  |
| Electric Log Run   |  | es 🗌 No                        |   | Topeka                               |                     |   | 3239                | -1021               |                               |  |
| (Submit Copy)  |  |                                |   |                                      | Heeb                | ner   |                     | 3469                | -1251                         |  |
| List All E. Logs Run:  |  |                                |   |                                      | Lans                | ing   |                     | 3513                | -1295                         |  |
| Log-Tech ran f   | Radiation Gua  | ard Log                        | g and Soni  | С                                    | Base                | Kansas City   |                     | 3746                | -1528                         |  |
| Log  |  |                                |   |                                      | Arbu                | ckle  |                     | 3874                | -1656                         |  |
|  |  |                                |   |                                      | TD                  |   |                     | 3900                | -1682                         |  |
|  |  | Repo                           |   | RECORD<br>onductor, s                | Ne<br>Surface, inte | ew ☑ Used<br>ermediate, product   | ion, etc.           |                     |                               |  |
| Purpose of String  | Size Hole<br>Drilled   | Size Casing<br>Set (In O.D.)   |   |                                      | eight<br>. / Ft.    | Setting<br>Depth  | Type of<br>Cement   | # Sacks<br>Used     | Type and Percent<br>Additives |  |
| Surface  | 12 1/4   | 8 5/8                          |   | 28                                   |                     | 327   | common              | 190                 | 2% gel, 3% CaC                |  |
|  |  |                                |   |                                      |                     |   |                     |                     |                               |  |
|  | <del></del>  | <del></del>                    |   |                                      |                     |   |                     | <del></del>         |                               |  |
|  |  |                                | ADDITIONAL  | CEMENT                               | ING / SQL           | JEEZE RECORD  |                     |                     |                               |  |
| Purpose:  Perforate Protect Casing Plug Back TD Plug Off Zone                                    | Depth<br>Top Bottom  | Туре                           | e of Cement   | #Sack                                | s Used              |   | Type and            | Percent Additives   |                               |  |
| 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)  Depth |                     |                     |                               |  |
|  |  |                                | •   |                                      |                     |   |                     |                     |                               |  |
| TUBING RECORD  | Size   | Set At                         | ann die aus en an | Packer                               | At                  | Liner Run   | Yes No              | )                   |                               |  |
| Date of First, Resumerd  | Production, SWD or E   | nhr.                           | Producing Met   | nod                                  | Flowin              | g Pumpir  | ng 🔲 Gas Li         | ift Oth             | er <i>(Explain)</i>           |  |
| Estimated Production<br>Per 24 Hours   | Oil  | Bbls.                          | Gas   | Mcf                                  | Wat                 | er B  | bls.                | Gas-Oil Ratio       | Gravity                       |  |
| Disposition of Gas   | METHOD OF C  | OMPLETIO                       | I   |                                      |                     | Production Inter  | val                 |                     | RECEIVED                      |  |
| Vented Sold (If vented, Sub  | Used on Lease<br>mit ACO-18.)  |                                | Open Hole Other (Speci                                | Per                                  | f. [] [             | Dually Comp.  | Commingled _        |                     | RPORATION COMMISS             |  |

#### Tomlinson Operating, LLC 7154 W. State Street, PMB 302 Boise, ID 83714

## SID TOMLINSON CYNDA TOMLINSON 208-229-1937 tomlinson.operating@qmail.com

JOY #1 WELL

**NE/4** (1090 FNL, 1350 FEL)

Section 13-12s-19w, Ellis County, Kansas Elevations: 2213' GL 2218' KB

9-03-08 Moving in L.D. Drilling. Spud 9:00PM

9-04-08 Wait on cement. Drilled 12 ¼" hole, ran 8 jts. used 28#, **8 5/8" surface** casing and set @ 327'. Allied cemented w/190 sx common, 2% gel, 3% CaCl. Cement circulated to surface. Plug down 3:45 AM on 4<sup>th</sup>.

9-05-09 Drilling @ 1611' Anhydrite: Top 1528' (+690) Base 1569' (+649) Anhydrite is **15' higher** than expected from seismic.

9-06-09 Drilling @ 2620'

9-07-08 Drilling @ 3320'. Topeka 3239 (-1021')

9-08-08 Drilling @ 3460'. **DST #1 3423-40 (Lower Topeka),** 30/45/45/60 **Recovered 260' muddy water.** FP 15 psi-142 psi, SIP 1114 psi-1105 psi.

9-09-08 TD 3602 Running DST #3 (Lansing E/F zones).

**DST #2 3520-55 (Lansing B zone).** 30/45/45/60 **Recovered 65' muddy water.** FP 13-14, SIP 1085-1065

Tops: Heebner 3469(-1251) Lansing 3512(-1294)

Afternoon report: **DST #3 3572-3602 (Lansing E/F zones)** 30/45/45/60 **Recovered 1' clean oil, 44' muddy water with scum of oil, 180' muddy water, and 120 ' water (345' total fluid).** FP 15-146 SIP 1081-1067.

9-10-08 TD 3695, going in hole to drill ahead.

DST #4 3624-95 (Lansing H,I,J zones) 30/45/45/60 Recovered 10' clean oil, 245' muddy water, 120' water (375' total fluid). FP 17-105 SIP 1193-1171

9-11-08 **TD 3900'** Preparing to plug and abandon. Log-Tech ran Radiation Guard Log and Sonic Log. Electric log tops: Anhydrite 1544 (+647), Anh. Base 1585 (+633), Topeka 3239 (-1021), Heebner 3469 (-1251), Lansing 3513 (-1295), Base Kansas City 3746 (-1528), Arbuckle 3874 (-1656).

#### **FINAL REPORT**

Please note correct location shown above, Moved 200 from spot shown an Intent (C-1) Led Tombusan

RECEIVED
KANSAS CORPORATION COMMISSION

SEP 29 2008

### ALLIED CEMENTING CO., LLC. 34556

SERVICE POINT:

REMIT TO P.O. BOX 31

LW5111 RUSSELL, KANSAS 67665 CALLED OUT ON LOCATION JOB FINISH RANGE DATE 9. 4.08 3:45am LOCATION HAYSN BUCKENERS LEASE OLD OR NEW (Circle one) CONTRACTOR COLL **OWNER** TYPE OF JOB .. **HOLE SIZE** CASING SIZE 825/6 AMOUNT ORDERED 190 Com 3% CC DEPTH << TUBING-SIZE DEPTH **DRILL PIPE DEPTH** TOOL **DEPTH** COMMON\_\_\_\_\_@\_\_ PRES. MAX **MINIMUM** MEAS. LINE POZMIX CEMENT LEFT IN CSG. 15 ' CHLORIDE PERFS. DISPLACEMENT **EQUIPMENT** CEMENTER ( Jak PUMP TRUCK 417 HELPER MAIN **BULK TRUCK** @ DRIVER 410 BULK TRUCK **DRIVER** HANDLING\_ MILEAGE \_ REMARKS: TOTAL \_\_\_\_\_ **SERVICE** DEPTH OF JOB PUMP TRUCK CHARGE EXTRA FOOTAGE \_\_\_\_\_@ \_\_\_\_\_ MILEAGE \_\_\_\_\_ @ \_\_\_\_ MANIFOLD \_\_\_\_ @ @ TOTAL \_\_\_\_ STREET \_\_\_\_ STATE \_\_ PLUG & FLOAT EOUIPMENT To Allied Cementing Co., LLC. RECEIVED KANSAS CORPORATION COMMISSION You are hereby requested to rent cementing equipment and furnish cementer and helper(s) to assist owner or SEP 29 2008 contractor to do work as is listed. The above work was TOTAL \_ done to satisfaction and supervision of owner agent or CONSERVATION DIVISION SALES TAX (If Any) contractor. I have read and understand the "GENERAL TERMS AND CONDITIONS" listed on the reverse side. 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 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. 34564

| REMIT TO P.O. BOX 31<br>RUSSELL, KANSAS 676  | 565  |   | SER  | VICE POINT:                            | 5-11   |  |  |  |  |
|--|--|---|--|--|--|--|--|--|--|
| DATE 91108 SEC. TWP.   | RANGE  | CALLED OUT  | ON LOCATION  | JOB START                              | JOB FINISH                                   |  |  |  |  |
|  | 1  |   | * * *  | COUNTY!                                | STATE.                                       |  |  |  |  |
| LEASE SO WELL#   | LOCATION DIO   | Above Rd 3  | 1/2 L)   | £71.5                                  | 125  |  |  |  |  |
| OLD OR NEW (Circle one)  | 7/12/  | THING INC   | Winto  |  |  |  |  |  |  |
| CONTRACTOR Z   |  | OWNER   | . sp. der en det   | *                                      | *  |  |  |  |  |
| TYPE OF JOB Rote I Plus  | *  | OWNER   | · · · · · · · · · · · · · · · · · · ·  |  |  |  |  |  |  |
|  | 3900   | CEMENT  |  | _                                      |  |  |  |  |  |
| CASING SIZE DE   | AMOUNT   | ORDERED <u>_22ら</u>   | 60/40 4%   | 6.6-6                                  |  |  |  |  |  |
| TUBÍNG SIZE DE   |  |   | 1/4  | #1/O                                   |  |  |  |  |  |
| DRILL PIPE DE  |  |   |  |  |  |  |  |  |  |
|  | PTH  | <del></del>   |  |  |  |  |  |  |  |
|  | NIMUM<br>OF JODIE  |   | COMMON@<br>POZMIX@   |  |  |  |  |  |  |
| MEAS. LINE SH<br>CEMENT LEFT IN CSG.   | OE JOINT   | CITI  |  |  |  |  |  |  |  |
| PERFS.   |  |   | <u> </u>   | @                                      | <del></del>                                  |  |  |  |  |
| DISPLACEMENT   |  |   |  | _ @                                    |  |  |  |  |  |
| EQUIPMENT  | n  |   |  |  | ·  |  |  |  |  |
| EQUIPMENT  | L  |   | •  | @                                      |  |  |  |  |  |
| DID TO TO LOW CENTED /   |  |   |  | @                                      |  |  |  |  |  |
| PUMPTRUCK CEMENTER   | 5  |   |  | @                                      | · · · · · · · · · · · · · · · · · · ·        |  |  |  |  |
| # 4/17 HELPER MANT   |  | <del></del>   | ****   | @                                      | <u>.                                    </u> |  |  |  |  |
| # 378 DRIVER ROCK  | ./   |   | ,  | _ @                                    |  |  |  |  |  |
| BULK TRUCK   | <u> </u>   |   |  | @                                      |  |  |  |  |  |
| # DRIVER   |  | LIANDI IN   | ~  | _ @                                    |  |  |  |  |  |
|  |  |   | G <u> </u>   | _ @                                    |  |  |  |  |  |
| REMARKS:   |  | MILLEAGE  |  | TOTAL                                  |  |  |  |  |  |
| 11.28  | *  |   |  | TOTAI                                  | <del></del>                                  |  |  |  |  |
| 154 3833 266   |  |   | CEDVI  | · · ·                                  | . * :  |  |  |  |  |
| 300 860 1005   |  |   | SERVI  | CE                                     |  |  |  |  |  |
| 40 380 40S   |  |   | IOR  |  |  |  |  |  |  |
| 5= 40' 105   |  | PLIMP TRI   | JOB<br>JCK CHARGE  |  |  |  |  |  |  |
| Rothole 255K   |  | EXTRA FO  | OTAGE  | @                                      |  |  |  |  |  |
|  | 1  |   |  |  |  |  |  |  |  |
|  | N.C  |   | D  |  |  |  |  |  |  |
| - hall   | <b>/</b> 3   |   |  | @                                      |  |  |  |  |  |
| and the second s | - water  |   | A STATE OF THE STA | <u> </u>                               |  |  |  |  |  |
| CHARGE TO: Tom Linson  | Operation  | ·   |  |  |  |  |  |  |  |
|  |  |   | /  | TOTAI                                  |  |  |  |  |  |
| STREET   |  | <del></del> · ·   | <i>!</i>   |  |  |  |  |  |  |
| CITY STATE   | ZIP  | · .   | PLUG & FLOA  | r foliipmei                            | NT   |  |  |  |  |
|  |  | 1   | TEUG & FLOA  | i EQUII ME                             | . 7.1  |  |  |  |  |
| e en   | The second secon | 185/4   | word on Plains   |  | * * * * * * * * * * * * * * * * * * *        |  |  |  |  |
| The state of the s |  |   |  |  | <u> </u>                                     |  |  |  |  |
|  |  | •   | RECEIV   | ED                                     | _  |  |  |  |  |
| To Allied Cementing Co., LLC.  |  | <del></del>   | RECEIV<br>KANSAS CORPORATIO  | W Crawingson.                          |  |  |  |  |  |
| You are hereby requested to rent cer   |  | it ———  | SEP 29   | 2098                                   |  |  |  |  |  |
| and furnish cementer and helper(s)   |  |   |  |  |  |  |  |  |  |
| contractor to do work as is listed. T  | •  |   | CONSERVATIO<br>WICHITA   | N DIVISION<br>A. KS TOTA I             | L  |  |  |  |  |
| done to satisfaction and supervision   |  |   | , Wiotur   | , ··· IOIAI                            | -  |  |  |  |  |
| contractor. I have read and understa   |  | CATECTA   | X (If Any)   |  |  |  |  |  |  |
| TERMS AND CONDITIONS" liste  | a on the reverse si  | ue.   |  | ;<br>•                                 | •  |  |  |  |  |
| $\sim$   | $\cap$   | TOTAL CH  | ARĜES  | ······································ |  |  |  |  |  |
| PRINTED NAME   | INEN   | DISCOUNT  | Γ  | IF PA                                  | ID IN 30 DAYS                                |  |  |  |  |
| •  |  | - 1 mg − | **************************************   |  |  |  |  |  |  |
| SIGNATURE /  | 0  | •   | and the state of the   | 2                                      | ·  |  |  |  |  |

#### **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.