

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

ORIGINAL

Operator: License # 30742  
Name: Palomino Petroleum, Inc.  
Address: 4924 SE 84th St.  
City/State/Zip: Newton, Kansas 67114-8827  
Purchaser: NCRA  
Operator Contact Person: Klee R. Watchous  
Phone: (316) 799-1000  
Contractor: Name: Warren Drilling, L.L.C.  
License: 33724  
Wellsite Geologist: Jon R. (Zeb) Stewart

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. \_\_\_\_\_

7/1/06	7/12/06	7/12/06
Spud Date or Recompletion Date	Date Reached TD	Completion Date or Recompletion Date

API No. 15 - 135-24515-0000  
County: Ness  
E/2 SW NW Sec. 31 Twp. 19 S. R. 24  East  West  
2130 feet from S / (N) (circle one) Line of Section  
870 feet from E / (W) (circle one) Line of Section

Footages Calculated from Nearest Outside Section Corner:  
(circle one) NE SE (NW) SW  
Lease Name: Benson-Harkness Well #: 1  
Field Name: None (Wildcat)  
Producing Formation: Mississippian  
Elevation: Ground: 2372 Kelly Bushing: 2382  
Total Depth: 4533 Plug Back Total Depth: \_\_\_\_\_  
Amount of Surface Pipe Set and Cemented at 226 Feet  
Multiple Stage Cementing Collar Used?  Yes  No  
If yes, show depth set 1639 Feet  
If Alternate II completion, cement circulated from 1639  
feet depth to surface w/ 160 AP2-Dlg - 11/25/08 160 11/25/08

**Drilling Fluid Management Plan**  
(Data must be collected from the Reserve Pit)  
Chloride content \_\_\_\_\_ ppm Fluid volume \_\_\_\_\_ bbls  
Dewatering method used \_\_\_\_\_  
Location of fluid disposal if hauled offsite: \_\_\_\_\_  
Operator Name: \_\_\_\_\_  
Lease Name: \_\_\_\_\_ License No.: \_\_\_\_\_  
Quarter \_\_\_\_\_ Sec. \_\_\_\_\_ Twp. \_\_\_\_\_ S. 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: Klee R. Watchous  
Title: President Date: September 26, 2006  
Subscribed and sworn to before me this 26th day of September,  
20 06

Notary Public Carla R. Penwell  
State of Kansas  
CARLA R. PENWELL  
Date of Commission Expires: October 6, 2009  
My Appt. Expires: 10-6-09

**KCC Office Use ONLY**

4 Letter of Confidentiality Received  
If Denied, Yes  Date: \_\_\_\_\_  
 Wireline Log Received  
 Geologist Report Received  
 UIC Distribution

**RECEIVED**  
**SEP 27 2006**  
**KCC WICHITA**

Operator Name: Palomino Petroleum, Inc. Lease Name: Benson-Harkness Well #: 1  
 Sec. 31 Twp. 19 S. R. 24  East  West County: Ness

**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:

**Radiation Guard, Micro, Sonic**

Log Formation (Top), Depth and Datum  Sample

Name	Top	Datum
Anhy.	1654	(+ 728)
Base Anhy.	1692	(+ 690)
Topeka	3461	(-1079)
Heebner	3772	(-1390)
Toronto	3790	(-1408)
LKC	3815	(-1433)
BKC	4141	(-1759)
Pawnee	4253	(-1871)

**CASING RECORD**  New  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"	20#	226'	Common	160	2% gel, 3% c.c.
Production	7 7/8"	5 1/2"	14#	4527'	SMD	60	500 gal. mud flush w/add.
					EA-2	100	20 bbls. KCL water

**ADDITIONAL CEMENTING / SQUEEZE RECORD**

Purpose:	Depth Top Bottom	Type of Cement	#Sacks Used	Type and Percent Additives
<input type="checkbox"/> Perforate				
<input type="checkbox"/> Protect Casing				
<input type="checkbox"/> Plug Back TD				
<input type="checkbox"/> Plug Off Zone				

Shots Per Foot	PERFORATION RECORD - Bridge Plugs Set/Type Specify Footage of Each Interval Perforated	Acid, Fracture, Shot, Cement Squeeze Record (Amount and Kind of Material Used)	Depth
4	4452-4456		

TUBING RECORD	Size	Set At	Packer At	Liner Run
	2 7/8"	4477'		<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

Date of First, Resumerd Production, SWD or Enhr.	Producing Method
9/6/06	<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
	100%	65	0%	0	

Disposition of Gas **METHOD OF COMPLETION** Production Interval

Vented  Sold  Used on Lease  Open Hole  Perf.  Dually Comp.  Commingled  Other (Specify)

**RECEIVED**

**SEP 27 2006**

**KCC WICHITA**

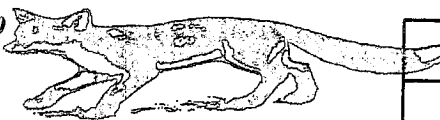
**LOGS**

Ft. Scott	4326	(-1944)
Cherokee Sh.	4350	(-1968)
Miss. Lime	4426	(-2044)
Miss. Dolo..	4436	(-2054)
LTD	4533	(-2151)

**RECEIVED**  
**SEP 27 2006**  
**KCC WICHITA**



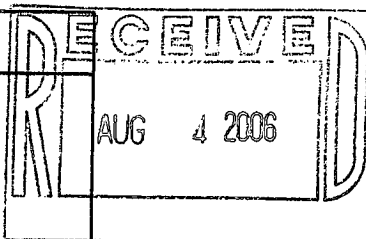
P. O. Box 466  
 Ness City, KS 67560  
 Off: 785-798-2300



# Invoice

DATE	INVOICE #
8/1/2006	10555

<b>BILL TO</b>
Palomino Petroleum Inc. 4924 S E 84th Street Newton, KS 67114-8827



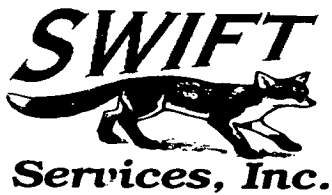
- Acidizing
- Cement
- Tool Rental

TERMS	Well No.	Lease	County	Contractor	Well Type	Well Category	Job Purpose	Operator
Net 30	#1	Benson-Hark...	Ness	DS&W Well Servi...	Oil	Development	Acid Dump	Wayne

PRICE REF.	DESCRIPTION	QTY	UM	UNIT PRICE	AMOUNT
502	Delivery Charge (4 Hour Minimum)	4	Hours	60.00	240.00
303 - 15%	MCA Acid	400	Gallons	1.50	600.00
221	Liquid KCL (Clayfix)	2	Gallon(s)	26.00	52.00
235	INH.1 ESA-28	1	Gallon(s)	42.00	42.00
249	STR-1 (Pen 88)	1	Gallon(s)	32.00	32.00
	Subtotal				966.00
	Sales Tax Ness County			5.30%	0.00

**RECEIVED**  
**SEP 27 2006**  
**KCC WICHITA**

Thank You For Your Business!	<b>Total</b>	\$966.00
------------------------------	--------------	----------



CHARGE TO:  
**PALOMBO PETROLEUM**  
 ADDRESS  
 CITY, STATE, ZIP CODE

RECEIVED  
 SEP 27 2006  
 KCC WICHITA

TICKET  
 No 10555

PAGE 1 OF 1

1. SERVICE LOCATIONS <b>NESS CKS</b>	WELL/PROJECT NO. <b>#1</b>	LEASE <b>BEJON - WARKESS</b>	COUNTY/PARISH <b>NESS</b>	STATE <b>Ks</b>	CITY	DATE <b>8-1-06</b>	OWNER <b>SAME</b>
2.	TICKET TYPE <input checked="" type="checkbox"/> SERVICE <input type="checkbox"/> SALES	CONTRACTOR <b>DS-W</b>	RIG NAME/NO.	SHIPPED VIA <b>CT</b>	DELIVERED TO <b>LOCATION</b>	ORDER NO.	
3.	WELL TYPE <b>OIL</b>	WELL CATEGORY <b>DEVELOPMENT</b>	JOB PURPOSE <b>ACID DUMP</b>	WELL PERMIT NO.	WELL LOCATION <b>NESS CKS - 7s, 7w, 2nd</b>		
4. REFERRAL LOCATION	INVOICE INSTRUCTIONS						

PRICE REFERENCE	SECONDARY REFERENCE/ PART NUMBER	ACCOUNTING			DESCRIPTION	QTY.		UNIT PRICE		AMOUNT
		LOC	ACCT	DF		QTY.	UM	QTY.	UM	
502		1			MILEAGE DELIVERY CHARGE # 104	4	WES	60.00		240.00
303		1			MCA ACID	400	Gal	1.50	15.76	600.00
221		1			LIZARD KCL	2	Gal	26.00		52.00
235		1			DJH8-1	1	Gal	42.00		42.00
249		1			STR-1	1	Gal	32.00		32.00

**LEGAL TERMS:** Customer hereby acknowledges and agrees to the terms and conditions on the reverse side hereof which include, but are not limited to, **PAYMENT, RELEASE, INDEMNITY, and LIMITED WARRANTY** provisions.

MUST BE SIGNED BY CUSTOMER OR CUSTOMER'S AGENT PRIOR TO START OF WORK OR DELIVERY OF GOODS

X  
 DATE SIGNED **8-1-06** TIME SIGNED **1600**  
 A.M.  
 P.M.

REMIT PAYMENT TO:  
 SWIFT SERVICES, INC.  
 P.O. BOX 466  
 NESS CITY, KS 67560  
 785-798-2300

SURVEY	AGREE	UN-DECIDED	DIS-AGREE	PAGE TOTAL	966.00
OUR EQUIPMENT PERFORMED WITHOUT BREAKDOWN?					
WE UNDERSTOOD AND MET YOUR NEEDS?					
OUR SERVICE WAS PERFORMED WITHOUT DELAY?					
WE OPERATED THE EQUIPMENT AND PERFORMED JOB CALCULATIONS SATISFACTORILY?					
ARE YOU SATISFIED WITH OUR SERVICE?	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO				
<input type="checkbox"/> CUSTOMER DID NOT WISH TO RESPOND				TOTAL	966.00

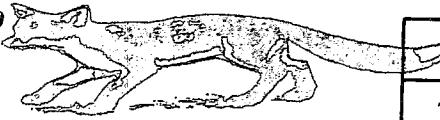
CUSTOMER ACCEPTANCE OF MATERIALS AND SERVICES The customer hereby acknowledges receipt of the materials and services listed on this ticket.

SWIFT OPERATOR **W. W. Wilson** APPROVAL

Thank You!



P. O. Box 466  
 Ness City, KS 67560  
 Off: 785-798-2300

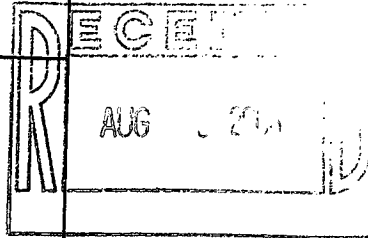


# Invoice

DATE	INVOICE #
7/31/2006	8921

**BILL TO**

Palomino Petroleum Inc.  
 4924 S E 84th Street  
 Newton, KS 67114-8827



- Acidizing
- Cement
- Tool Rental

TERMS	Well No.	Lease	County	Contractor	Well Type	Well Category	Job Purpose	Operator
Net 30	#1	Benson-Hark...	Ness	DS&W Well Servi...	Oil	Development	Acid Dump	Ted

PRICE REF.	DESCRIPTION	QTY	UM	UNIT PRICE	AMOUNT
502	Delivery Charge (4 Hour Minimum)	4	Hours	60.00	240.00
303 - 15%	MCA Acid	250	Gallons	1.50	375.00
249	STR-1 (Pen 88)	1	Gallon(s)	32.00	32.00
235	INH.1 ESA-28	1	Gallon(s)	42.00	42.00
	Subtotal				689.00
	Sales Tax Ness County			5.30%	0.00

**RECEIVED**  
**SEP 27 2006**  
**KCC WICHITA**

Thank You For Your Business!	<b>Total</b>	\$689.00
------------------------------	--------------	----------



CHARGE TO: Palomino Petroleum  
 ADDRESS:  
 CITY, STATE, ZIP CODE: Newton, Ks

RECEIVED  
 SEP 27 2006  
 KCC WICHITA

TICKET No 8921

PAGE 1 OF

SERVICE LOCATIONS: 1. Ness City, Ks  
 WELL/PROJECT NO.: #1  
 LEASE: Benson-Harkam  
 COUNTY/PARISH: Ness  
 STATE: Ks  
 CITY: Ness City, Ks  
 DATE: 7-31-06  
 OWNER: Jane  
 TICKET TYPE:  SERVICE  SALES  
 CONTRACTOR: DSW  
 RIG NAME/NO.:  
 SHIPPED VIA:  
 DELIVERED TO: 8/14/06 Ness City  
 ORDER NO.:  
 WELL TYPE: Oil  
 WELL CATEGORY: Development  
 JOB PURPOSE: Newwell - Acid dump  
 WELL PERMIT NO.:  
 WELL LOCATION:  
 REFERRAL LOCATION:  
 INVOICE INSTRUCTIONS:

PRICE REFERENCE	SECONDARY REFERENCE/ PART NUMBER	ACCOUNTING			DESCRIPTION	QTY.		U/M		UNIT PRICE	AMOUNT
		LOC	ACCT	DF							
					MILEAGE						
502					Delivery Charge			11	hr	60.00	240.00
303					MOA Acid			250	gal	1.50	375.00
219					STR-1			1	gal	32.00	32.00
235					Inhibitor			1	gal	42.00	42.00

**LEGAL TERMS:** Customer hereby acknowledges and agrees to the terms and conditions on the reverse side hereof which include, but are not limited to, **PAYMENT, RELEASE, INDEMNITY, and LIMITED WARRANTY** provisions.

MUST BE SIGNED BY CUSTOMER OR CUSTOMER'S AGENT PRIOR TO START OF WORK OR DELIVERY OF GOODS

X Rick Schreiber  
 DATE SIGNED: 7-31-06  
 TIME SIGNED: 4:00  
 A.M.  
 P.M.

REMIT PAYMENT TO:  
 SWIFT SERVICES, INC.  
 P.O. BOX 466  
 NESS CITY, KS 67560  
 785-798-2300

SURVEY	AGREE	UN-DECIDED	DIS-AGREE	PAGE TOTAL
OUR EQUIPMENT PERFORMED WITHOUT BREAKDOWN?				689.00
WE UNDERSTOOD AND MET YOUR NEEDS?				
OUR SERVICE WAS PERFORMED WITHOUT DELAY?				
WE OPERATED THE EQUIPMENT AND PERFORMED JOB CALCULATIONS SATISFACTORILY?				
ARE YOU SATISFIED WITH OUR SERVICE?	<input type="checkbox"/> YES	<input type="checkbox"/> NO		
<input type="checkbox"/> CUSTOMER DID NOT WISH TO RESPOND				TOTAL

Ness TAX 5.3%

CUSTOMER ACCEPTANCE OF MATERIALS AND SERVICES The customer hereby acknowledges receipt of the materials and services listed on this ticket.

SWIFT OPERATOR: [Signature] APPROVAL: \_\_\_\_\_

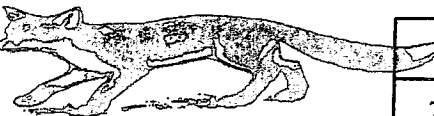
Thank You!

# SWIFT



*Services, Inc.*

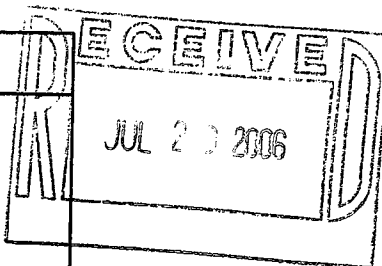
P. O. Box 466  
Ness City, KS 67560  
Off: 785-798-2300



## Invoice

DATE	INVOICE #
7/27/2006	10446

BILL TO
Palomino Petroleum Inc. 4924 S E 84th Street Newton, KS 67114-8827



- Acidizing
- Cement
- Tool Rental

TERMS	Well No.	Lease	County	Contractor	Well Type	Well Category	Job Purpose	Operator
Net 30	#1	Benson-Hark...	Ness	DS&W Well Servi...	Oil	Development	Cement Port Collar	Wayne

PRICE REF.	DESCRIPTION	QTY	UM	UNIT PRICE	AMOUNT
575D	Mileage - 1 Way	15	Miles	4.00	60.00
577D	Pump Charge	1	Job	850.00	850.00
105	Port Collar Tool Rental With Man	1	Each	400.00	400.00T
330	Swift Multi-Density Standard (MIDCON II)	160	Sacks	12.50	2,000.00T
276	Flocele	50	Lb(s)	1.25	62.50T
290	D-Air	1	Gallon(s)	32.00	32.00T
581D	Service Charge Cement	200	Sacks	1.10	220.00
583D	Drayage	149.78	Ton Miles	1.00	149.78
	Subtotal				3,774.28
	Sales Tax Ness County			5.30%	132.21

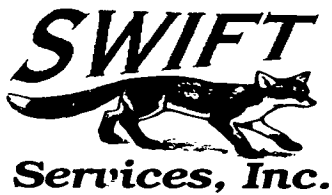
**RECEIVED**  
**SEP 27 2006**  
**KCC WICHITA**

Thank You For Your Business!

Total

\$3,906.49





CHARGE TO: PALOMANO PETROLEUM  
 ADDRESS:  
 CITY, STATE, ZIP CODE:

RECEIVED  
 SEP 27 2006  
 KCC WICHITA

TICKET No 10446

PAGE 1 OF 1

SERVICE LOCATIONS 1. <u>NESS CITY, KS</u>	WELL/PROJECT NO. <u>#1</u>	LEASE <u>BEESON - ANDREWS</u>	COUNTY/PARISH <u>NESS</u>	STATE <u>KS</u>	CITY	DATE <u>7-27-06</u>	OWNER <u>SAME</u>
2.	TICKET TYPE <input checked="" type="checkbox"/> SERVICE <input type="checkbox"/> SALES	CONTRACTOR <u>SSW</u>	RIG NAME/NO.	SHIPPED VIA <u>CT</u>	DELIVERED TO <u>LOCATED</u>	ORDER NO.	
3.	WELL TYPE <u>OIL</u>	WELL CATEGORY <u>DEVELOPMENT</u>	JOB PURPOSE <u>CRUIT PORT COLWR</u>	WELL PERMIT NO.	WELL LOCATION <u>NESS CITY, KS - 7S, 7W, 200</u>		
4.	REFERRAL LOCATION	INVOICE INSTRUCTIONS					

PRICE REFERENCE	SECONDARY REFERENCE/ PART NUMBER	ACCOUNTING			DESCRIPTION	QTY.		UNIT PRICE		AMOUNT
		LOC	ACCT	DF		QTY.	U/M	QTY.	U/M	
575		1			MILEAGE # 104	15	MC	4.00		60.00
577		1			PUMP SERVICE	1	308	850.00		850.00
105		1			PORT COLWR OPENING TOOL	1	308	400.00		400.00
330		1			SWIFT MULTI-DOOR SWIVEL	160	520	12.50		2000.00
276		1			FLOOR	50	125	1.25		62.50
290		1			D-ADR	1	64	32.00		32.00
581		1			SERVICE CHARGE CRUIT	200	585	1.10		220.00
583		1			LEASE	19970	05	149.78	TM	149.78

**LEGAL TERMS:** Customer hereby acknowledges and agrees to the terms and conditions on the reverse side hereof which include, but are not limited to, **PAYMENT, RELEASE, INDEMNITY, and LIMITED WARRANTY** provisions.

MUST BE SIGNED BY CUSTOMER OR CUSTOMER'S AGENT PRIOR TO START OF WORK OR DELIVERY OF GOODS

X [Signature]  
 DATE SIGNED 7-27-06 TIME SIGNED 1330  A.M.  P.M.

REMIT PAYMENT TO:  
 SWIFT SERVICES, INC.  
 P.O. BOX 466  
 NESS CITY, KS 67560  
 785-798-2300

SURVEY	AGREE	UN-DECIDED	DIS-AGREE	PAGE TOTAL	
OUR EQUIPMENT PERFORMED WITHOUT BREAKDOWN?				3774	28
WE UNDERSTOOD AND MET YOUR NEEDS?					
OUR SERVICE WAS PERFORMED WITHOUT DELAY?					
WE OPERATED THE EQUIPMENT AND PERFORMED JOB CALCULATIONS SATISFACTORILY?				NESS TAX 5.3%	132 21
ARE YOU SATISFIED WITH OUR SERVICE?	<input type="checkbox"/> YES	<input type="checkbox"/> NO		TOTAL	3906 49
<input type="checkbox"/> CUSTOMER DID NOT WISH TO RESPOND					

CUSTOMER ACCEPTANCE OF MATERIALS AND SERVICES The customer hereby acknowledges receipt of the materials and services listed on this ticket.

SWIFT OPERATOR WAVE WISSE APPROVAL \_\_\_\_\_

Thank You!

JOB LOG

SWIFT Services, Inc.

DATE 7-27-06 PAGE NO. 1

CUSTOMER PALOMINO PETROLEUM WELL NO. #1 LEASE BEJSD-1 - HARKNESS JOB TYPE CSMT PORT COLLAR TICKET NO. 10446

CHART NO.	TIME	RATE (BPM)	VOLUME (BBL/GAL)	PUMPS		PRESSURE (PSI)		DESCRIPTION OF OPERATION AND MATERIALS
				T	C	TUBING	CASING	
	1330							ON LOCATION
								2 3/8 x 5 1/2 PORT COLLAR = 1639
	1415				✓		1000	PST TEST CASING - HELD
	1425	3 1/2	2	✓		500		OPEN PORT COLLAR - 2 1/2 RATE
	1430	4	88	✓		350		MAX CSMT 160 SKS SAND CRT
	1455	4	5 1/2	✓		550		DISPARE CSMT
	1505				✓		1000	CLOSE PORT COLLAR - PST TEST HELD
								CIRCULATED 10 SKS CSMT TO POT
	1520	3	20		✓		400	RUN 4 SKS CIRCULATE CLEAN
								WASHUP TRUCK
								PULL TOOL
	1600							JOB COMPLETE
								THANK YOU WARRIE, NUSTY, SEAN
								RECEIVED SEP 27 2006 KCC WICHITA

# SWIFT



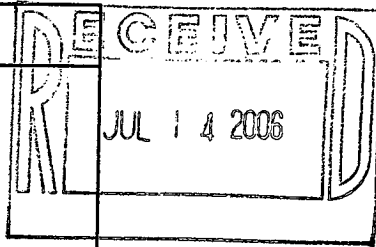
P. O. Box 466  
Ness City, KS 67560  
Off: 785-798-2300



## Invoice

DATE	INVOICE #
7/12/2006	10594

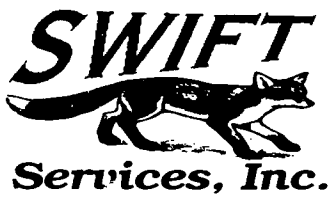
<b>BILL TO</b>
Palomino Petroleum Inc. 4924 S E 84th Street Newton, KS 67114-8827



- Acidizing
- Cement
- Tool Rental

TERMS	Well No.	Lease	County	Contractor	Well Type	Well Category	Job Purpose	Operator
Net 30	#1	Benson-Hark...	Ness	Warren Drilling	Oil	Development	5-1/2" LongString	Wayne
PRICE REF.	DESCRIPTION				QTY	UM	UNIT PRICE	AMOUNT
575D	Mileage - 1 Way				15	Miles	4.00	60.00
578D-L	Pump Charge - Long String - 4530 Feet				1	Job	1,250.00	1,250.00
221	Liquid KCL (Clayfix)				2	Gallon(s)	26.00	52.00T
281	Mud Flush				500	Gallon(s)	0.75	375.00T
402-5	5 1/2" Centralizer				9	Each	60.00	540.00T
403-5	5 1/2" Cement Basket				3	Each	230.00	690.00T
404-5	5 1/2" Port Collar - Top Joint #69 - 1639 Feet				1	Each	2,100.00	2,100.00T
406-5	5 1/2" Latch Down Plug & Baffle				1	Each	210.00	210.00T
407-5	5 1/2" Insert Float Shoe With Auto Fill				1	Each	250.00	250.00T
419-5	5 1/2" Rotating Head Rental				1	Each	250.00	250.00T
325	Standard Cement				100	Sacks	10.00	1,000.00T
330	Swift Multi-Density Standard (MIDCON II)				75	Sacks	12.50	937.50T
276	Flocele				44	Lb(s)	1.25	55.00T
283	Salt				550	Lb(s)	0.20	110.00T
284	Calseal				5	Sack(s)	30.00	150.00T
285	CFR-1				50	Lb(s)	4.00	200.00T
290	D-Air				2	Gallon(s)	32.00	64.00T
581D	Service Charge Cement				175	Sacks	1.10	192.50
583D	Drayage				134.43	Ton Miles	1.00	134.43
	Subtotal							8,620.43
	Sales Tax Ness County						5.30%	370.13
Thank You For Your Business!						Total RECEIVED		\$8,990.56

SEP 27 2006  
KCC WICHITA



CHARGE TO:  
**PALOMINO PETROLEUM**  
 ADDRESS  
 CITY, STATE, ZIP CODE

**RECEIVED**  
**SEP 27 2006**  
**KCC WICHITA**

TICKET No **10594**

PAGE **1** OF **2**

SERVICE LOCATIONS 1. <b>NESS CITY, KS</b>	WELL/PROJECT NO. # <b>1</b>	LEASE <b>BEJSON - HARKNESS</b>	COUNTY/PARISH <b>NESS</b>	STATE <b>Ks</b>	CITY	DATE <b>7-12-06</b>	OWNER <b>SAME</b>
2.	TICKET TYPE <input checked="" type="checkbox"/> SERVICE <input type="checkbox"/> SALES	CONTRACTOR <b>WARREN OIL</b>	RIG NAME/NO.	SHIPPED VIA <b>CT</b>	DELIVERED TO <b>LOCATION</b>	ORDER NO.	
3.	WELL TYPE <b>OIL</b>	WELL CATEGORY <b>DEVELOPMENT</b>	JOB PURPOSE <b>5 1/2" LONGSTRING</b>	WELL PERMIT NO.	WELL LOCATION <b>NESS CITY, KS - 75, 7W</b>		
4. REFERRAL LOCATION	INVOICE INSTRUCTIONS						

PRICE REFERENCE	SECONDARY REFERENCE/ PART NUMBER	ACCOUNTING			DESCRIPTION	QTY.		UNIT PRICE		AMOUNT
		LOC	ACCT	DF		QTY.	UM	QTY.	UM	
575		1			MILEAGE # 104	15	ME	4.00		60.00
578		1			PUMP SERVICE	1	JOB	1250	FT	1250.00
221		1			LUBING OIL	2	GAL	26.00		52.00
281		1			MUD FLUSH	500	GAL	.75		375.00
402		1			CONTROL VALVES	9	EA	60.00	5 1/2"	540.00
403		1			COMPWT BASKETS	3	EA	230.00		690.00
404		1			PORT COLLAR TOP JOINT # 69	1	EA	2100.00	1639 FT	2100.00
406		1			WASH DOWN PLUG - RAFFLE	1	EA	210.00		210.00
407		1			WISSET FLOAT SHOE W/AUTO FOL	1	EA	250.00		250.00
419		1			ROTATING HEAD RENTAL	1	JOB	250.00		250.00

**LEGAL TERMS:** Customer hereby acknowledges and agrees to the terms and conditions on the reverse side hereof which include, but are not limited to, **PAYMENT, RELEASE, INDEMNITY, and LIMITED WARRANTY** provisions.

MUST BE SIGNED BY CUSTOMER OR CUSTOMER'S AGENT PRIOR TO START OF WORK OR DELIVERY OF GOODS

x *Paul Schreiber*  
 DATE SIGNED **7-12-06** TIME SIGNED **0800**  A.M.  P.M.

**REMIT PAYMENT TO:**  
**SWIFT SERVICES, INC.**  
**P.O. BOX 466**  
**NESS CITY, KS 67560**  
**785-798-2300**

<b>SURVEY</b>	AGREE	UN-DECIDED	DIS-AGREE	<b>PAGE TOTAL</b>	
OUR EQUIPMENT PERFORMED WITHOUT BREAKDOWN?				#1	5777.00
WE UNDERSTOOD AND MET YOUR NEEDS?				#2	2843.43
OUR SERVICE WAS PERFORMED WITHOUT DELAY?				subtotal	8620.43
WE OPERATED THE EQUIPMENT AND PERFORMED JOB CALCULATIONS SATISFACTORILY?				TAX	
ARE YOU SATISFIED WITH OUR SERVICE?	<input checked="" type="checkbox"/> YES	<input type="checkbox"/> NO		ness 5.3%	370.13
<input type="checkbox"/> CUSTOMER DID NOT WISH TO RESPOND				<b>TOTAL</b>	<b>8990.56</b>

**CUSTOMER ACCEPTANCE OF MATERIALS AND SERVICES** The customer hereby acknowledges receipt of the materials and services listed on this ticket.

SWIFT OPERATOR  
*WARREN OIL*

APPROVAL  
 Thank You!



JOB LOG

SWIFT Services, Inc.

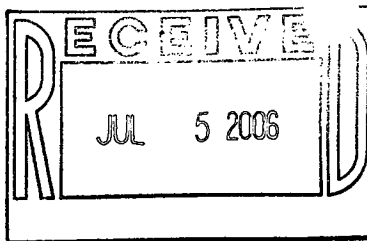
DATE 7-12-06 PAGE NO. 7

CUSTOMER PALOMAR PETROLEUM WELL NO. #1 LEASE BEVSEAL - HARNESS JOB TYPE 5 1/2" LONGSTRONG TICKET NO. 10594

CHART NO.	TIME	RATE (BPM)	VOLUME (BBL)(GAL)	PUMPS		PRESSURE (PSI)		DESCRIPTION OF OPERATION AND MATERIALS
				T	C	TUBING	CASING	
	0800							ON LOCATION
	0930							START 5 1/2" CASING IN WELL
								NO-4533 SET = 4530
								TP-4530 5 1/2" #14
								ST-20.04
								CENTRALISERS - 1, 2, 4, 7, 11, 15, 19, 23, 68
								CMT BSKTS - 3, 5, 69
								PORT COLLAR = 1639 TOP FT # 69
	1310							DROP BALL - CALCULATE ROTATE
	1342	6	12		✓		500	PUMP 500 GAL MUD FLUSH "
	1344	6	20		✓		500	PUMP 20 BBL KCL FLUSH "
	1350		4 1/2					PLUG - RH/MH
	1355	6	31		✓		400	MIX CONC. - 75 SLS SMD = 12.2 PPG "
		5 1/2	24		✓		300	100 SLS CA-2 = 15.5 PPG "
	1405							WASH OUT PUMP - LUGS
	1406							RELEASE LATCH DOWN PLUG - <del>XXXXXX</del>
	1408	6 1/2	0		✓			DESURE PLUG "
		6 1/2	100				700	SHUT OFF ROTATING
	1422	6	110.0				1500	PLUG DOWN - PSE UP LATCH IN PLUG
	1425						OK	RELEASE PSE - HELD RECEIVED
								WASH UP TRUCK SEP 27 2006
								KCC WICHITA
	1500							JOB COMPLETE THANK YOU
								WAVE, DUSTY, SEA

Quality Oilwell Cementing Inc.

845 E Wichita  
P.O. Box 32  
Russell, KS 67665



# Invoice

Date	Invoice #
7/3/2006	29

<b>Bill To</b>
Palomino Petroleum Inc 4924 SE 84th Newton Ks 67114

P.O. No.	Terms	Project
	Net 30	

Quantity	Description	Rate	Amount
160	common	10.50	1,680.00T
3	Gel	16.25	48.75T
6	Calcium	45.00	270.00T
1	pump truck charge	775.00	775.00
102	pump truck mileage charge	5.00	510.00
169	handling	1.90	321.10
17,238	Mileage	0.08	1,379.04
1	8 5/8 wooden plug	65.00	65.00T
	Sales Tax	5.30%	109.38

**RECEIVED**  
**SEP 27 2006**  
**KCC WICHITA**

Thank you for your business. Dave

**Total** \$5,158.27

# QUALITY OILWELL CEMENTING, INC.

Phone 785-483-2625  
Cell 785-324-1041

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

No. 1030

Date	7-2-06	Sec.		Twp.		Range		Called Out		On Location	8:30 AM	Job Start		Finish	1:15 PM
Lease	BENSON-Harkness		Well No.	1	Location			Ness City 755W		County	NESS	State	KS		
Contractor	Warren D-19					Owner	J.W.								
Type Job	Surface					To Quality Oilwell Cementing, Inc. You are hereby requested to rent cementing equipment and furnish cement and helper to assist owner or contractor to do work as listed.									
Hole Size	12 1/4		T.D.	230											
Csg.	8 7/8		Depth	228		Charge To	Palomino Petroleum								
Tbg. Size			Depth			Street									
Drill Pipe			Depth			City	State								
Tool			Depth			The above was done to satisfaction and supervision of owner agent or contractor.									
Cement Left in Csg.	10 1/5		Shoe Joint												
Press Max.			Minimum												
Meas Line			Displace	20 # 14 BBL											

**CEMENT**

<b>EQUIPMENT</b>					Amount Ordered	160 COM 3% ACC 2% gel				
					Consisting of					
Pumptrk	1	No.	Cementer	Drew		Common	160 @ 10.50		1680.00	
			Helper	Keith						
Bulktrk	2	No.	Driver			Poz. Mix				
			Driver	Darius		Gel.	3 @ 16.25		48.75	
Bulktrk		No.	Driver			Chloride	6 @ 45.00		270.00	
			Driver			Hulls				

**JOB SERVICES & REMARKS**

Pumptrk Charge		775.00	
Mileage	102 @ 5.00	510.00	
Footage			
	<b>Total</b>	<b>1285.00</b>	

Remarks:		Sales Tax	
		Handling	169 @ 1.90
		Mileage	84 @ 16.40 per mile
			Part Misc. CHARGE
		Sub Total	1285.00
		Total	
		Floating Equipment & Plugs	8 @ 8.125 wooden
		Squeeze Manifold	
		Rotating Head	
			65.00

<b>RECEIVED</b>	
<b>SEP 27 2006</b>	
<b>KCC WICHITA</b>	
	Tax
	109.38
	Discount
	Total Charge
	<b>5,158.2</b>

X Signature *Greg [unclear]*