

CONFIDENTIAL

KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION

10/24/09  
ORIGINAL Form ACO-1  
September 1999  
Form Must Be Typed

WELL COMPLETION FORM  
WELL HISTORY - DESCRIPTION OF WELL & LEASE

Operator: License # 9449  
Name: Great Eastern Energy & Development Corp.  
Address: P.O. Drawer 2436  
City/State/Zip: Midland, TX. 79702  
Purchaser: STG  
Operator Contact Person: Bill Robinson  
Phone: ( 214 ) 220-1080  
Contractor: Name: Warren Drilling, LLC  
License: 33724  
Wellsite Geologist: Bill Robinson

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. \_\_\_\_\_

9-19-07	9-25-07	10-15-07
Spud Date or Recompletion Date	Date Reached TD	Completion Date or Recompletion Date

API No. 15 - 065-23346 -00-00  
County: Graham  
\_\_\_\_\_ ne \_\_\_\_\_ nw \_\_\_\_\_ ne Sec. 18 Twp. 7s S. R. 21  East  West  
330 feet from S / (N) (circle one) Line of Section  
1890 feet from (E) W (circle one) Line of Section

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

Field Name: WC  
Producing Formation: Lansing/Kansas City  
Elevation: Ground: 2156 Kelly Bushing: 2164  
Total Depth: 3770 Plug Back Total Depth: 3768  
Amount of Surface Pipe Set and Cemented at 212 Feet  
Multiple Stage Cementing Collar Used?  Yes  No  
If yes, show depth set 1755 Feet  
If Alternate II completion, cement circulated from 1755  
feet depth to surface w/ 275 sx cmt.

Drilling Fluid Management Plan AK I NJ 3/10/09  
(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.

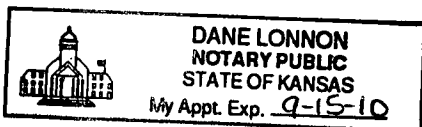
All requirements of the statutes, rules and regulations promulgated to regulate the oil and gas industry have been fully complied with and the statements herein are complete and correct to the best of my knowledge.

Signature: Bill Robinson  
Title: Agent Date: 10-23-07  
Subscribed and sworn to before me this 23rd day of October,  
20 07.  
Notary Public: Dane Lonnon  
Date Commission Expires: 9-15-2010

**KCC Office Use ONLY**

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

**RECEIVED**  
KANSAS CORPORATION COMMISSION  
**OCT 24 2007**



CONSERVATION DIVISION  
WICHITA, KS

Operator Name: Great Eastern Energy & Development Corp. Lease Name: Cory Well #: 1  
 Sec. 7s Twp. 7s S. R. 21  East  West County: Graham

**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: \_\_\_\_\_

DIL, Rag, CNL/CDL, MEL

Log Formation (Top), Depth and Datum  Sample  
 Name Top Datum  
 Anhydrite 1810 354  
 B#KC 3608 -1444

CONFIDENTIAL  
 OCT 24 2007  
 KCC

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	12 1/4	8 5/8	24	212	common	160	3% CC + 2% gel
production	7 7/8	5 1/2	14	3768	common	170	10% salt + 500 gals. WFR

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)	
		Amount and Kind of Material Used	Depth
4	3602-04	250 gals 15%	3575
4	3590-94	250 gals 15%	3565

TUBING RECORD		Size	Set At	Packer At	Liner Run
		2 7/8	3575	na	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

Date of First, Resumed Production, SWD or Enhr.	Producing Method
10-23-07	<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
	30	0	60		

Disposition of Gas:  Vented  Sold  Used on Lease (If vented, Submit ACO-18.)  
 METHOD OF COMPLETION:  Open Hole  Perf.  Dually Comp.  Commingled  Other (Specify) \_\_\_\_\_  
 Production Interval: \_\_\_\_\_

RECEIVED  
 KANSAS CORPORATION COMMISSION

OCT 24 2007

CONSERVATION DIVISION  
 WICHITA, KS

# ALLIED CEMENTING CO., INC.

25441

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

CONFIDENTIAL  
OCT 24 2007

SERVICE POINT:

Russell

DATE <u>9-25-07</u>	SEC. <u>8</u>	TWP. <u>7 9</u>	RANGE <u>21w</u>	CALLED OUT <u>VCC</u>	ON LOCATION	JOB START <u>6:00AM</u>	JOB FINISH <u>6:55PM</u>
LEASE <u>Cory</u>	WELL # <u>1</u>	LOCATION <u>Bogue Hwy 18 &amp; 24 Jct.</u>			COUNTY <u>Graham</u>	STATE <u>Kansas</u>	
OLD OR NEW (Circle one)							

CONTRACTOR WARREN Dalg. Rig # 14

TYPE OF JOB PRODUCTION STRING

HOLE SIZE 7 7/8 T.D. 3770

CASING SIZE 5 1/2 USED DEPTH 3768

TUBING SIZE 14 #csy DEPTH

DRILL PIPE 8 5/8 Surface DEPTH 212'

TOOL LATCH DN. Plug ⊙ DEPTH

PRES. MAX MINIMUM

MEAS. LINE SHOE JOINT 10.31

CEMENT LEFT IN CSG. 10.31

PERFS.

DISPLACEMENT 9 1/4/BBL

OWNER

CEMENT

AMOUNT ORDERED 170 SK Com. 10 % SALT

500 GAL WFR-2 FUSH

10 GAL KCL "Scales"

COMMON	<u>170 SK</u>	@ <u>11.10</u>	<u>1887.00</u>
POZMIX		@	
GEL		@	
CHLORIDE		@	
ASC		@	
SALT	<u>17 SK</u>	@ <u>19.20</u>	<u>326.40</u>
<u>500 GAL WFR-2</u>	<u>Per Gal</u>	@ <u>1.00</u>	<u>500.00</u>
<u>10 GAL KCL</u>	<u>Per Gal</u>	@ <u>25.00</u>	<u>250.00</u>
		@	
		@	
		@	
		@	
HANDLING	<u>189 Total SK</u>	@ <u>1.90</u>	<u>359.10</u>
MILEAGE	<u>78 Ton Mile</u>	@ <u>.99¢</u>	<u>1312.74</u>

EQUIPMENT

PUMP TRUCK CEMENTER Glenn

# 398 HELPER Gary

BULK TRUCK

# 328 DRIVER Bob

BULK TRUCK

# DRIVER

REMARKS:

Cont. 1, 3, 5, 7, 9, 10, 11, 12, 13, 14, 46, 48

Res. 41, 43 PORT COLLAR ON #47

LAND LATCH Down Plug @ 1400 # (1753)

15 SK @ Rat hole

THANK'S

CHARGE TO CLIPPER ENERGY

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 Carl Tawhan

TOTAL RECEIVED  
KANSAS CORPORATION COMMISSION SERVICE

OCT 24 2007

DEPTH OF JOB			
PUMP TRUCK CHARGE		CONSERVATION DIVISION	<u>1610.00</u>
EXTRA FOOTAGE		@	
MILEAGE <u>78</u>		@ <u>6.00</u>	<u>468.00</u>
MANIFOLD		@	
		@	

\$9391.50 AFTER DISCOUNT

BEFORE TAX

TOTAL

PLUG & FLOAT EQUIPMENT

* <u>BLUE PORT COLLAR</u>			<u>1750.00</u>
<u>Float Shoe</u>	@		<u>263.00</u>
<u>LATCH DN. Plug ASSY</u>	@		<u>410.00</u>
<u>12-CENTRALIZERS</u>	@ <u>50.00</u>		<u>600.00</u>
<u>2-BASKETS</u>	@ <u>165.00</u>		<u>330.00</u>
	@		

TOTAL

TAX

TOTAL CHARGE

DISCOUNT IF PAID IN 30 DAYS

SIGNATURE Joel Lawhorn

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 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.

25766

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

CONFIDENTIAL  
OCT 24 2007

SERVICE POINT:

Russell

DATE <u>10-15-07</u>	SEC. <u>12</u>	TWP. <u>20</u>	RANGE <u>24</u>	CALLED <u>KOC</u>	ON LOCATION	JOB START <u>1:30pm</u>	JOB FINISH <u>2:30pm</u>
LEASE <u>CORY</u>	WELL # <u>A-1</u>	LOCATION <u>Bogue Hwy 18 &amp; 24 Jct.</u>				COUNTY <u>Grinnam</u>	STATE <u>Kansas</u>
OLD OR <u>NEW</u> (Circle one)							

CONTRACTOR Alliance Well Service  
 TYPE OF JOB Port Collar (Open-Circ.Cmt)  
 HOLE SIZE \_\_\_\_\_ T.D. \_\_\_\_\_  
 CASING SIZE 5 1/2 DEPTH \_\_\_\_\_  
 TUBING SIZE 2 7/8 DEPTH \_\_\_\_\_  
 DRILL PIPE \_\_\_\_\_ DEPTH \_\_\_\_\_  
 TOOLX-PORT PORT COLLAR DEPTH 1755  
 PRES. MAX 1,000 # MINIMUM \_\_\_\_\_  
 MEAS. LINE \_\_\_\_\_ SHOE JOINT \_\_\_\_\_  
 CEMENT LEFT IN CSG. \_\_\_\_\_  
 PERFS. \_\_\_\_\_  
 DISPLACEMENT T-9 1/2 / BBL  
 EQUIPMENT \_\_\_\_\_

PUMP TRUCK CEMENTER Grinn  
 # 398 HELPER GARY  
 BULK TRUCK \_\_\_\_\_  
 # 362 DRIVER MATT  
 BULK TRUCK \_\_\_\_\_  
 # \_\_\_\_\_ DRIVER \_\_\_\_\_

OWNER \_\_\_\_\_  
 CEMENT (USED 275 SK)  
 AMOUNT ORDERED 350 SK 6 1/4 6 1/2 GAL  
2 SK SAND 1/4 # FIO-SEAL PER SK  
 COMMON 165 SK @ 11.12 1831.50  
 POZMIX 110 SK @ 6.20 682.00  
 GEL 16 SK @ 16.65 266.40  
 CHLORIDE @ \_\_\_\_\_  
 ASC @ \_\_\_\_\_  
 FIO-SEAL 68 LB @ 2.00 136.00  
 SAND 2 SK @ 10.50 21.00  
 @ \_\_\_\_\_  
 @ \_\_\_\_\_  
 @ \_\_\_\_\_  
 @ \_\_\_\_\_  
 @ \_\_\_\_\_  
 @ \_\_\_\_\_  
 HANDLING 371 Total SK @ 1.90 704.90  
 MILEAGE 80 Ten Mile @ .09¢ 7.20  
 TOTAL \_\_\_\_\_

REMARKS:

Bridge Plug @ 2728 - Test to 1,000# (HOLD)  
Spot 2 SK SAND. Came up & Found  
PORT COLLAR @ 1755. OPEN & Received  
VERY GOOD CIRCULATION. mixed 275  
SK Cement & Cement CIRCULATED  
AROUND ANNULUS. Displaced 9 1/2 BBL  
1120 & Closed Port Collar CK. TO  
1000#. (HOLD) RAN 5 JTS & WASHED  
CLEAN. RAN TO BRIDGE PLUG & WASHED OFF

THANKS

CHARGE TO: CLIPPER ENERGY  
 STREET \_\_\_\_\_  
 CITY \_\_\_\_\_ STATE \_\_\_\_\_ ZIP \_\_\_\_\_

SERVICE

DEPTH OF JOB \_\_\_\_\_  
 PUMP TRUCK CHARGE 955.00  
 EXTRA FOOTAGE @ \_\_\_\_\_  
 MILEAGE 80 @ 6.00 480.00  
 MANIFOLD @ \_\_\_\_\_  
 SAND @ \_\_\_\_\_  
 TOTAL \_\_\_\_\_

#6973.20

AFTER DISCOUNT  
 BEFORE TAX  
 PLUG & FLOAT EQUIPMENT

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.

RECEIVED  
 KANSAS CORPORATION COMMISSION  
 OCT 24 2007  
 CONSERVATION DIVISION  
 WICHITA, KS  
 TOTAL \_\_\_\_\_

SIGNATURE [Signature]

TOTAL CHARGE \_\_\_\_\_  
DISCOUNT \_\_\_\_\_ IF PAID IN 30 DAYS  
SIGNATURE [Signature]  
PRINTED NAME \_\_\_\_\_

## GENERAL TERMS AND CONDITIONS

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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.

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(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.

25437

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

SERVICE POINT:

*Russell*

CONFIDENTIAL  
OCT 24 2007

DATE <i>9-19-07</i>	SEC. <i>8</i>	TWP. <i>7s</i>	RANGE <i>21w</i>	CALLED OUT <i>KCC</i>	ON LOCATION	JOB START <i>11:00AM</i>	JOB FINISH <i>11:30AM</i>
LEASE <i>CORY</i>	WELL # <i>A-1</i>	LOCATION <i>Boque 6w 1/2w TINTO</i>			COUNTY <i>GRAHAM</i>	STATE <i>KANSAS</i>	
OLD OR NEW (Circle one)							

CONTRACTOR *WARREN Dalg Rig #14*

TYPE OF JOB *SURFACE*

HOLE SIZE *12 1/4* T.D. *212'*

CASING SIZE *8 7/8* DEPTH *212'*

TUBING SIZE DEPTH

DRILL PIPE DEPTH

TOOL DEPTH

PRES. MAX MINIMUM

MEAS. LINE SHOE JOINT

CEMENT LEFT IN CSG. *15'*

PERFS.

DISPLACEMENT *12 1/2 / BBL*

### EQUIPMENT

PUMP TRUCK CEMENTER *GILANN*

# *398* HELPER *GARY*

BULK TRUCK

# *398* DRIVER *DOUG*

BULK TRUCK

# DRIVER

### REMARKS:

*Cement CIRCULATED*

*THANK'S*

CHARGE TO: *CLIPPER ENERGY*

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 \_\_\_\_\_

### OWNER

CEMENT AMOUNT ORDERED *160 Com.*

*2% GEL*

*3% CC*

COMMON \_\_\_\_\_ @ \_\_\_\_\_

POZMIX \_\_\_\_\_ @ \_\_\_\_\_

GEL \_\_\_\_\_ @ \_\_\_\_\_

CHLORIDE \_\_\_\_\_ @ \_\_\_\_\_

ASC \_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

HANDLING \_\_\_\_\_ @ \_\_\_\_\_

MILEAGE \_\_\_\_\_ @ \_\_\_\_\_

TOTAL \_\_\_\_\_

### SERVICE

DEPTH OF JOB \_\_\_\_\_

PUMP TRUCK CHARGE \_\_\_\_\_

EXTRA FOOTAGE \_\_\_\_\_ @ \_\_\_\_\_

MILEAGE \_\_\_\_\_ @ \_\_\_\_\_

MANIFOLD \_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

TOTAL \_\_\_\_\_

### PLUG & FLOAT EQUIPMENT

\_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

\_\_\_\_\_ @ \_\_\_\_\_

RECEIVED  
KANSAS CORPORATION COMMISSION

OCT 24 2007

TAX \_\_\_\_\_ CONSERVATION DIVISION  
WICHITA, KS

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.

—**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.

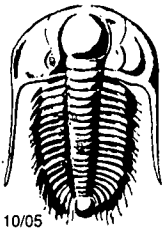
2. More specifically:

(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.





# TRILOBITE TESTING INC.

P.O. Box 362 • Hays, Kansas 67601

30032

CONFIDENTIAL  
OCT 24 2007

KCC

## Test Ticket

Well Name & No. CORY #1 Test No. 1 Date 9-23-07  
 Company CLIPPER ENERGY LLC Zone Tested LKC  
 Address P.O. DRAWER 2436 MIDLAND, TX 79702 Elevation 2164 KB 2156 GL  
 Co. Rep / Geo. STEVE Rig WARREN RIG 14  
 Location: Sec. 8 Twp. 7<sup>s</sup> Rge. 21<sup>w</sup> Co. GRAHAM State Ks  
 Comment: \_\_\_\_\_ Release date / time: \_\_\_\_\_

Interval Tested 3426-3443 Initial Str Wt./Lbs. 38000 Unseated Str Wt./Lbs. 38000  
 Anchor Length 17 Wt. Set Lbs. 25000 Wt. Pulled Loose/Lbs. 55000  
 Top Packer Depth 3421 Tool Weight 2200  
 Bottom Packer Depth 3426 Hole Size 7 7/8" - Rubber Size 6 3/4" -  
 Total Depth 3443 Wt. Pipe Run - Drill Collar Run 120  
 Mud Wt. 9.1 LCM 2# Vis. 50 WL 8.8 Drill Pipe Size 4 1/2 x H Ft. Run 3304  
 Blow Description JFP - SURFACE Blow died in 15 min  
FFP - NO BLOW

Recovery - Total Feet 1 GIP - Ft. in DC 1 Ft. in DP -  
 Rec. 1 Feet of Mud %gas %oil %water %mud  
 Rec. \_\_\_\_\_ Feet of \_\_\_\_\_ %gas %oil %water %mud  
 Rec. \_\_\_\_\_ Feet of \_\_\_\_\_ %gas %oil %water %mud  
 Rec. \_\_\_\_\_ Feet of \_\_\_\_\_ %gas %oil %water %mud  
 Rec. \_\_\_\_\_ Feet of \_\_\_\_\_ %gas %oil %water %mud  
 BHT 105 °F Gravity \_\_\_\_\_ °API D @ \_\_\_\_\_ °F Corrected Gravity \_\_\_\_\_ °API  
 RW \_\_\_\_\_ @ \_\_\_\_\_ °F Chlorides \_\_\_\_\_ ppm Recovery \_\_\_\_\_ Chlorides 1000 ppm System

	AK-1	Alpine	PSI	Recorder No.	Test
(A) Initial Hydrostatic Mud		1647	PSI	6753	✓
(B) First Initial Flow Pressure		16	PSI	(depth) 3427	Jars ✓
(C) First Final Flow Pressure		19	PSI	Recorder No. 6752	Safety Jt. ✓
(D) Initial Shut-In Pressure		24	PSI	(depth) 3440	Circ Sub _____
(E) Second Initial Flow Pressure		18	PSI	Recorder No. -	Sampler _____
(F) Second Final Flow Pressure		18	PSI	(depth) -	Straddle _____
(G) Final Shut-In Pressure		21	PSI	Initial Opening 30	Ext. Packer _____
(Q) Final Hydrostatic Mud		1633	PSI	Initial Shut-In 30	Shale Packer _____
				Final Flow 30	Ruined Packer _____
				Final Shut-In 30	Mileage <u>✓122 ft</u>

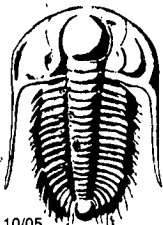
TRILOBITE TESTING INC. SHALL NOT BE LIABLE FOR DAMAGED OF ANY KIND OF THE PROPERTY OR PERSONNEL OF THE ONE FOR WHOM A TEST IS MADE, OR FOR ANY LOSS SUFFERED OR SUSTAINED, DIRECTLY OR INDIRECTLY, THROUGH THE USE OF ITS EQUIPMENT, OR ITS STATEMENTS OR OPINION CONCERNING THE RESULTS OF ANY TEST. TOOLS LOST OR DAMAGED IN THE HOLE SHALL BE PAID FOR AT COST BY THE PARTY FOR WHOM THE TEST IS MADE.

Approved By [Signature]  
 Our Representative RAY SCHWAGER Thank you

T-On Location 0000  
 T-Started 0048  
 T-Open 0310  
 T-Pulled 0510  
 T-Out 0657

Sub Total KANSAS CORPORATION COMMISSION  
 Std. By OCT 24 2007  
 Acc. Chg: \_\_\_\_\_  
 Other: CONSERVATION DIVISION WICHITA, KS  
 Total: \_\_\_\_\_

RECEIVED



# TRILOBITE TESTING INC.

P.O. Box 362 • Hays, Kansas 67601

30033

CONFIDENTIAL

OCT 24 2007

## Test Ticket

KCC

Well Name & No. Cory #1 Test No. 2 Date 9-23-07  
 Company Clipper Energy LLC Zone Tested LKC  
 Address P.O. Drawer 2436 Midland, TX 79702 Elevation 2164 KB 2156 GL  
 Co. Rep / Geo. Steve Murphy Rig WARREN rig 19  
 Location: Sec. 8 Twp. 7<sup>s</sup> Rge. 21<sup>w</sup> Co. GRAHAM State Ks  
 Comment: \_\_\_\_\_ Release date / time: \_\_\_\_\_

Interval Tested 3426-3490 Initial Str Wt./Lbs. 36000 Unseated Str Wt./Lbs. 38000  
 Anchor Length 64 Wt. Set Lbs. 25000 Wt. Pulled Loose/Lbs. 55000  
 Top Packer Depth 3421 Tool Weight 2200  
 Bottom Packer Depth 3426 Hole Size 7 7/8" - Rubber Size 6 3/4" -  
 Total Depth 3490 Wt. Pipe Run - Drill Collar Run 120  
 Mud Wt. 8.9 LCM 1# Vis. 47 WL 9.6 Drill Pipe Size 4 1/2 XH Ft. Run 3308  
 Blow Description 3FP- WEAK TO STRONG IN 7min  
FFP- WEAK TO STRONG IN 12min  
ISIP- 1/4" Blow Back  
FSIP- SURFACE Blow Back

Recovery - Total Feet	GIP	Ft. in DC	Ft. in DP
<u>645</u>	<u>-</u>	<u>120</u>	<u>525</u>
Rec. <u>30</u>	Feet of <u>CO</u>	%gas	%oil %water %mud
Rec. <u>135</u>	Feet of <u>0+6CM</u>	<u>5</u> %gas	<u>10</u> %oil <u>10</u> %water <u>75</u> %mud
Rec. <u>180</u>	Feet of <u>0+6CMW</u>	<u>5</u> %gas	<u>10</u> %oil <u>54</u> %water <u>30</u> %mud
Rec. <u>300</u>	Feet of <u>50CW</u>	%gas	<u>1</u> %oil <u>99</u> %water %mud
BHT <u>115</u>	*F Gravity <u>31</u>	*API D @ <u>60</u>	*F Corrected Gravity <u>31</u> *API
RW <u>.28 @ 74</u>	*F Chlorides <u>28000</u> ppm Recovery	Chlorides <u>1500</u> ppm System	

AK-1	Alpine	Recorder No.	Test
(A) Initial Hydrostatic Mud	<u>1651</u> PSI	<u>6753</u>	Test <input checked="" type="checkbox"/>
(B) First Initial Flow Pressure	<u>59</u> PSI	(depth) <u>3429</u>	Jars <input checked="" type="checkbox"/>
(C) First Final Flow Pressure	<u>230</u> PSI	Recorder No. <u>6752</u>	Safety Jt. <input checked="" type="checkbox"/>
(D) Initial Shut-In Pressure	<u>998</u> PSI	(depth) <u>3462</u>	Circ Sub _____
(E) Second Initial Flow Pressure	<u>238</u> PSI	Recorder No. <u>-</u>	Sampler _____
(F) Second Final Flow Pressure	<u>343</u> PSI	(depth) <u>-</u>	Straddle _____
(G) Final Shut-In Pressure	<u>1000</u> PSI	<b>Initial Opening</b> <u>30</u>	Ext. Packer _____
(Q) Final Hydrostatic Mud	<u>1633</u> PSI	Initial Shut-In <u>30</u>	Shale Packer _____
		Final Flow <u>30</u>	Ruined Packer _____
		Final Shut-In <u>60</u>	Mileage <input checked="" type="checkbox"/> <b>RECEIVED</b>
		<b>T-On Location</b> <u>1500</u>	Sub Total: <b>KANSAS CORPORATION COMMISSION</b>
		T-Started <u>1546</u>	Std. By <u>OCT 24 2007</u>
		T-Open <u>1830</u>	Acc. Chg: _____
		T-Pulled <u>2100</u>	Other: <b>CONSERVATION DIVISION</b>
		T-Out <u>2314</u>	<b>H. GUNTA, KS</b>
			Total: _____

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Approved By Steve Murphy  
 Our Representative Ray Schwager Thank you