CONFIDENTIAL

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Porm ACO-1
September 1999
Must Be Typed

WELL COMPLETION FORM

WELL HISTORY - DESCRIPTION OF WELL & LEASE

| Operator: License # 33979 | API No. 15 - 051-25683 - 00-00 |
|--|---|
| Name: Clipper Energy, LLC | County: Ellis |
| Address: 3838 Oak Lawn Ste 1310 | |
| City/State/Zip: Dallas, TX. 75219 | 330 feet from S / Nicircle one) Line of Section |
| Purchaser: Sem-Crude | 990 feet from (E) W (circle one) Line of Section |
| Operator Contact Person: Bill Robinson | Footages Calculated from Nearest Outside Section Corner: |
| Phone: (_214) _220-1080 | (circle one) NE SE NW SW |
| Contractor: Name: Warren Drlg.LLC | Lease Name: Wassinger C Well #: 11 |
| License: 33724 | Field Name: Bemis-Shutts |
| Wellsite Geologist: Steve Murphy | Producing Formation: Arbuckle |
| Designate Type of Completion: | Elevation: Ground: 2065 Kelly Bushing: 2073 |
| New Well Re-Entry Workover | Total Depth: 3726 Plug Back Total Depth: 3725 |
| Oil SIOWTemp. Abd. | Amount of Surface Pipe Set and Cemented at ²¹³ Feet |
| Gas ENHR SIGW | Multiple Stage Cementing Collar Used? ✓ Yes No |
| Dry Other (Core, WSW, Expl., Cathodic, etc) | If yes, show depth set 1321 Feet |
| If Workover/Re-entry: Old Well Info as follows: | If Alternate II completion, cement circulated from 1321 |
| Operator: | feet depth to surface w/ 275 sx cmt. |
| Well Name: | 111 00 111 11 11 11 |
| Original Comp. Date: Original Total Depth: | Drilling Fluid Management Plan ALTINI 3-1709 (Data must be collected from the Reserve Pit) |
| Deepening Re-perf Conv. to Enhr./SWD | Chloride content ppm Fluid volume bbls |
| Plug Back Plug Back Total Depth | Dewatering method used |
| Commingled Docket No | |
| Dual Completion Docket No | Location of fluid disposal if hauled offsite: |
| Other (SWD or Enhr.?) Docket No | Operator Name: |
| 11-1-07 11-7-07 11-23-07 | Lease Name: License No.: |
| Spud Date or Recompletion Date Date Reached TD Completion Date or Recompletion Date | QuarterSecTwpS. R East West County: Docket No.: |
| Kansas 67202, within 120 days of the spud date, recompletion, workove Information of side two of this form will be held confidential for a period of 1 107 for confidentiality in excess of 12 months). One copy of all wireline logs TICKETS MUST BE ATTACHED. Submit CP-4 form with all plugged wells. | the Kansas Corporation Commission, 130 S. Market - Room 2078, Wichita, er or conversion of a well. Rule 82-3-130, 82-3-106 and 82-3-107 apply. 2 months if requested in writing and submitted with the form (see rule 82-3- and geologist well report shall be attached with this form. ALL CEMENTING. Submit CP-111 form with all temporarily abandoned wells. |
| Signature: | KCC Office Use ONLY |
| Title: agent Date: 11-28-07 | Letter of Confidentiality Received |
| Subscribed and sworn to before me this 28th day of November | If Denied, Yes Date: RECEIVED |
| 20 <u>00.</u> 2000 200 200 | Wireline Log Received KANSAS CORPORATION COMMISSION |
| Notary Public: ELLEN E. JACKSON | UIC Distribution DEC 0 3 2007 |
| Date Commission Expires: Notary Public, State of Texas My Commission Expires August 07, 2011 | COMSEMIVATION DIVISION WICHITA, KS |

| Operator Name: Clip | per Energy, LLC | | | Lea | se Name: | Wassinger C | | Well #: 11 | | |
|--|--|---------------------------|--------------------------------------|-----------------------|---------------------|------------------|---------------------|------------------|-------------------------------|-------------|
| Sec Twp1 | 1S. R | East | ✓ West | | nty: Ellis | | | | | |
| INSTRUCTIONS: SI tested, time tool open temperature, fluid red Electric Wireline Logs | n and closed, flowing covery, and flow rate | g and shut s if gas to | -in pressures, surface test, a | whether along with | shut-in pre | essure reached | static level, hydr | ostatic pressu | res, bottom hole | |
| Drill Stem Tests Take (Attach Additional | | ☐ Y | es √ No | | ✓L | og Format | ion (Top), Depth | and Datum | Sample | |
| Samples Sent to Geo | ological Survey | □ Ye | es 🗹 No | | Nam T/Ar | ie ihydrite | | Top 1358 | Datum 715 | |
| Cores Taken Yes | | | | в/кс | | | | 3543 | -1470 | |
| List All E. Logs Run: | | | | | | | | | | |
| | | Reno | CASING | | | ew Used | tion oto | | | |
| Purpose of String | Size Hole Drilled | Siz | e Casing (In O.D.) | V | Veight Ss. / Ft. | Setting Depth | Type of | # Sacks | Type and Perce | ent |
| surface | 12 1/4 | 8 5/8 | (111 0.0.) | 24 | JS. / I' L. | 213 | Cement | 150 | Additives 3% CC+2% ge | el |
| production | production 7 7/8 5 1/2 | | | 14 | | 3725 | common | 175 | 10% salt + 500 gal. V | NFR-2 |
| | | | ADDITIONAL | CEMEN | ITINO / COI | JEEZE RECOR | | | | |
| Purpose: Perforate Protect Casing Plug Back TD Plug Off Zone | Depth Top Bottom | Туре | of Cement | T | cks Used | JEEZE RECOR | | Percent Additive | s | |
| Shots Per Foot | PERFORATI Specify | ON RECOR | D - Bridge Plug Each Interval Per | gs Set/Typ | pe | | acture, Shot, Cemer | | ord Dept | ———oth |
| 6 3606-16 | | | | | | natural | | | na | |
| | | | | | | | | KANSAS CO | RECEIVED | SSION |
| TUBING RECORD 2 7 Date of First, Resumero | | Set At 3581 | | Packe natural | er At | Liner Run | Yes V No | on man | 3 3 2007 | |
| 11-27-07 | a Froduction, SVVD OF E | 111H. | Producing Met | nou | Flowing | g 🖌 Pump | ing Gas Li | | ovičHITA, K3 ner (Explain) | |
| Estimated Production Per 24 Hours | Oil 17 | Bbls. | Gas na | Mcf | Wate 210 | er E | Bbls. | Gas-Oil Ratio | Gravit | ly |
| Disposition of Gas | METHOD OF C | OMPLETIC | N | | | Production Inte | rval | | | |
| ✓ Vented Sold (If vented, Su | Used on Lease bmit ACO-18.) | | Open Hole Other (Speci | ify) | erf. [| Oually Comp. | Commingled | | | |

ALLIED CEMENTING CO., INC. 247

| REMIT TO P.O. BOX 31 RUSSELL, KANSAS 67665 | | | | | • | SERVICE POINT: | | | | | | |
|---|----------------------|-----------|--------------|-------------------|----------|--|-------------|---------------------------------------|--|----------------|--|--|
| DATE // Z | 23~27 | SEC. | TWP. | RANGE | CALL | ED OUT | ON LOC | ATION | JOB START | JOB FINISH | | |
| LEASE/JA | | WRII.#/ | n 11 | LOCATION | 10/5 | . —, | 10 12 | / | COUNTY 57.5 | STATE | | |
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| TYPE OF JO | | 4022 | <u> </u> | | | EMENT | | | (10 x)2 x | | | |
| HOLE SIZE | | 5// | T.I | D. EPTH | | | DUEDEU | 34 | 6940 6 | 4 | | |
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| # 40° | • | HELPER | | Alara | <u> </u> | | | | @ | | | |
| BULK TRU | _ | DRIVER | ı | No. 4 | _ | | | | @ | | | |
| BULK TRU | | | · | _106C4 | | | | | @ <u></u> | | | |
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| | | | | • | | | | COI | NSERVATION DIVI WICHITA, KS | SION | | |

ALLIED CEMENTING CO., INC.

24829

SERVICE POINT: REMIT TO P.O. BOX 31 **RUSSELL, KANSAS 67665** RANGE TWP. CALLED OUT JOB START ON LOCATION JOB FINISH 11,000 m. COUNTY LEASE WAS IN OR WELL# 1 LOCATION HAUS N Dean Hill OLD OR NEW (Circle one) E into CONTRACTOR Ligien Noiling #14 **OWNER** Suiface Sob TYPE OF JOB HOLE SIZE 12/4 CASING SIZE 848 23# **CEMENT** AMOUNT ORDERED LSD-tom R977C DEPTH 213 TUBING SIZE DEPTH DRILL PIPE **DEPTH** JOOT DEPTH PRES. MAX **MINIMUM** COMMON_ CONFIDENTIAL MEAS. LINE POZMIX CEMENT LEFT IN CSG. 154 GEL PERFS. DISPLACEMENT **EQUIPMENT** PUMP TRUCK CEMENTER CIGA 409 HELPER Adran @ BULK TRUCK @ 345 DRIVER @ **BULK TRUCK** @ **DRIVER** HANDLING @ MILEAGE ____ **REMARKS:** TOTAL _____ **SERVICE** DEPTH OF JOB PUMP TRUCK CHARGE EXTRA FOOTAGE ______@ ___ MILEAGE ___ @ ____ _ _ _ MANIFOLD _____ @ ____ _ ____@___ CHARGE TO: Clipper Surry TOTAL _____ STREET ____ CITY_____STATE ____ZIP___ 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 TOTAL _____ done to satisfaction and supervision of owner agent or contractor. I have read & understand the "TERMS AND CONDITIONS" listed on the reverse side. TOTAL CHARGE _ **RECEIVED** IF PAID IN 30 DAYS DISCOUNT _ KANSAS CORPORATION COMMISSION DEC 0 3 2007 SIGNATURE CORBENTED NAME

WICHITA KS

GENERAL TERMS AND CONDITIONS

DEFINITIONS: In these terms and conditions, "Allied" shall mean Allied Cementing Co., Inc., and "Customer" shall refer to the party identified by that term on the front of this contract. As applicable, "Job" relates to the services described on the front side of this contract, "merchandise" refers to the material described on the front of this contract and to any other materials, products, or supplies used, sold, or furnished under the requirements of this contract.

- —TERMS: Unless satisfactory credit has been established, "CUSTOMER" must tender full cash payment to "ALLIED" before the job is undertaken or merchandise is delivered. If satisfactory credit has been established, the terms of payment for the job and/or merchandise, including bulk cement, are net cash, payable in 30 days from the completion of the job and/or delivery of the merchandise. For all past due invoices, "CUSTOMER" agrees to pay interest on amounts invoiced at a rate of 18 percent per annum until paid. Notwithstanding the foregoing, in no event shall this Contract provide for interest exceeding the maximum rate of interest that "CUSTOMER" may agree to pay under applicable law. If any such interest should be provided for, it shall be and hereby is deemed to be a mistake, and this contract shall be automatically reformed to lower the rate of interest to the maximum legal contract rate, any amounts previously paid as excess interest shall be deducted from the amounts owing from the "CUSTOMER" or at the option of "ALLIED," refunded directly to "CUSTOMER." For purposes of this paragraph, ALLIED and CUSTOMER agree that KANSAS law shall apply. Any discounts granted with this contract are null and void if the charges are not paid when due.
- —ATTORNEY FEES: In any legal action or proceeding between the parties to enforce any of the terms of this Service Contract, or in any way pertaining to the terms of this Contract, the prevailing party shall be entitled to recover all expenses, including, but not limited to, a reasonable sum as and for attorney's fees.
- —PRICES AND TAXES: All merchandise listed in "ALLIED'S" current price schedule are F.O.B. ALLIED'S local station and are subject to change without notice. All prices are exclusive of any federal, state, local, or special taxes for the sale or use of the merchandise or services listed. The amount of taxes required to be paid by ALLIED shall be added to the quoted prices charged to CUSTOMER.
- —TOWING CHARGES: ALLIED will make a reasonable attempt to get to and from each job site using its own equipment. Should ALLIED be unable to do so because of poor or inadequate road conditions, and should it become necessary to employ a tractor or other pulling equipment to get to or from the job site, the tractor or pulling equipment will be supplied by CUSTOMER or, if furnished by ALLIED, will be charged to and paid by CUSTOMER.
- —PREPARATION CHARGES: If a job and/or merchandise is ordered and CUSTOMER cancels the order after preparation of a chemical solution or other material, CUSTOMER will pay ALLIED for the expenses incurred by ALLIED as a result of the cancellation.
- —DEADHAUL, CHARGES: Unless otherwise specified on the front of this Contract, a deadhaul charge as set forth in ALLIED'S current price book will be charged each way for each service unit which is ordered by CUSTOMER but not used.
- —SERVICE CONDITIONS AND LIABILITIES: 1. ALLIED carries public liability and property damage insurance, but since there are so many uncertain and unknown conditions beyond ALLIED'S control, ALLIED shall not be liable for injuries to property or persons or for loss or damage arising from the performance of the job or delivery of the merchandise. Customer shall be responsible for and indemnify, defend, and hold harmless ALLIED, its officers, agents and employees, from and against any and all claims or suits for:
- (A) Damage to property or for bodily injury, sickness, disease, or death, brought by any person, including CUSTOMER and/or the well owner; and:
- (B) Oil spills, pollution, surface or sub-surface damage, injury to the well, reservoir loss, or damage arising from a well blowout arising out of or in connection with ALLIED'S performance of the job or furnishing of merchandise in accordance with this contract, unless such loss or damage is caused by the willful misconduct or gross negligence of ALLIED or its employees.
- 2. With respect to any of ALLIED'S tools, equipment, or instruments which are lost in the well or damaged when performing or attempting to perform the job or, in the case of marine operations, are lost or damaged at any time after delivery to the landing for CUSTOMER and before return to ALLIED at the landing, CUSTOMER shall either recover the lost item without cost to ALLIED or reimburse ALLIED the current replacement cost of the item unless the loss or damage results from the sole negligence of ALLIED or its employees.
- 3. ALLIED does not assume any liability or responsibility for damages or conditions resulting from chemical action in cements caused by contamination of water or other fluids.
- WARRANTIES: 1. ALLIED warrants all merchandise manufactured or furnished by it to be free from defects in material and workmanship under normal use and service when installed, and used, and/or serviced in the manner provided and intended. ALLIED'S obligation under this warranty is expressly limited to repair, replacement, or allowance for credit, at its option, for any merchandise which is determined by ALLIED to be defective. THIS IS THE SOLE WARRANTY OF ALLIED AND NO OTHER WARRANTY IS APPLICABLE, EITHER EXPRESS OR OTHERWISE IMPLIED, IN FACT OR IN LAW, INCLUDING ANY WARRANTY AS TO MERCHANTABILITY OR FITNESS FOR A PARTICULAR USE OR PURPOSE, CUSTOMER'S sole and only remedy with regard to any defective merchandise shall be the repair or replacement thereof or allowance for credit as herein provided, and ALLIED shall not be liable for any consequential, special, incidental, or punitive damages resulting from or caused by defective materials, products or supplies.
 - 2. More specifically:
- (A) Nothing in this contract shall be construed as a warranty by ALLIED of the success or the effectiveness of the result of any work done or merchandise used, sold, or furnished under this contract.
- (B) Nothing in this contract shall be construed as a warranty of the accuracy or correctness of any facts, information, or data furnished by ALLIED or any interpretation of tests, meter readings, chart information, analysis of research, or recommendations made by ALLIED, unless the inaccuracy or incorrectness is caused by the wilful misconduct or gross negligence of ALLIED or its employees in the preparation or furnishing of such facts, information or data.
- (C) Work done by ALLIED shall be under the direct supervision and control of the CUSTOMER or his agent and ALLIED will accomplish the job as an independent contractor and not as an employee or agent of the CUSTOMER.



ALLIED CEMENTING CO., INC. OX 31

24736

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

SERVICE POINT:

PRINTED NAME

| ,, KOSS | LLL, IXI | 13/13/070 | 103 | | Mary Mary | | | |
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| DATE // 7-07 | SEC. | TWP. | RANGE | C. | ALLED OUT | ON LOCATION | JOB START | |
| LEASE LAST UK | WELL# | 11 | LOCATION | HAY | 5 77 70 | 110 | COUNTY SZC/5 | STATE |
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| OED OIL TIE II (CII | | | / | | 1460 | | | |
| CONTRACTOR (| La Wilde | 5/1/1 | | | OWNER | | | |
| TYPE OF JOB | P2011 | CTIO | W 57R | 7/10 | | | | |
| HOLE SIZE | 7/8 | T.D | | | CEMENT | | | • . |
| CASING SIZE | <u>52</u> | | PTH 372 | <u> </u> | AMOUNT ORD | | | |
| TUBING SIZE | | | PTH | | | | De wile | <u> </u> |
| DRILL PIPE | | | PTH | 2/ | | 10 cm | IL Kil | |
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| PUMP TRUCK | CEMENT | ER <u>///</u> | JKK. | | <u> </u> | 70 44 | <u>2</u> @_ <u></u> @ | <u> ۱۳۵۰ - ۱</u> |
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| # 3/8 1 | DRIVER | <u> </u> | MUZIK | | · · · · · · · · · · · · · · · · · · · | | _ | |
| BULK TRUCK | | , | | | | | _ @ | |
| # | DRIVER | | · · · · · · · | | HANDLING | 191 | <u> </u> | 362 " |
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| SIGNATURE | | | | | | | | |

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- —TERMS: Unless satisfactory credit has been established, "CUSTOMER" must tender full cash payment to "ALLIED" before the job is undertaken or merchandise is delivered. If satisfactory credit has been established, the terms of payment for the job and/or merchandise, including bulk cement, are net cash, payable in 30 days from the completion of the job and/or delivery of the merchandise. For all past due invoices, "CUSTOMER" agrees to pay interest on amounts invoiced at a rate of 18 percent per annum until paid. Notwithstanding the foregoing, in no event shall this Contract provide for interest exceeding the maximum rate of interest that "CUSTOMER" may agree to pay under applicable law. If any such interest should be provided for, it shall be and hereby is deemed to be a mistake, and this contract shall be automatically reformed to lower the rate of interest to the maximum legal contract rate, any amounts previously paid as excess interest shall be deducted from the amounts owing from the "CUSTOMER" or at the option of "ALLIED," refunded directly to "CUSTOMER." For purposes of this paragraph, ALLIED and CUSTOMER agree that KANSAS law shall apply. Any discounts granted with this contract are null and void if the charges are not paid when due.
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- —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.