

Operator Name: REDLAND RESOURCES, INC. Lease Name: SEALEY Well #: 15-16
 Sec. 15 Twp. 30 S. R. 19 East West County: KIOWA

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 <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <i>(Attach Additional Sheets)</i> Samples Sent to Geological Survey <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Cores Taken <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No Electric Log Run <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <i>(Submit Copy)</i> List All E. Logs Run: MICROLOG, DUAL INDUCTION, DENSITY NEUTRON	<input checked="" type="checkbox"/> Log Formation (Top), Depth and Datum <input type="checkbox"/> Sample <table style="width:100%; border-collapse: collapse;"> <tr> <td style="width:60%;">Name</td> <td style="width:20%;">Top</td> <td style="width:20%;">Datum</td> </tr> <tr> <td>CHASE</td> <td>2593</td> <td>-317</td> </tr> <tr> <td>TOP PENN</td> <td>3443</td> <td>-1167</td> </tr> <tr> <td>BS HEEBNER</td> <td>4245</td> <td>-1969</td> </tr> <tr> <td>STARK SH</td> <td>4724</td> <td>-2448</td> </tr> <tr> <td>CHEROKEE SH</td> <td>4998</td> <td>-2722</td> </tr> <tr> <td>MISS UNCONFORM</td> <td>5072</td> <td>-2796</td> </tr> <tr> <td>BASE SPERGEN</td> <td>5124</td> <td>-2848</td> </tr> </table>	Name	Top	Datum	CHASE	2593	-317	TOP PENN	3443	-1167	BS HEEBNER	4245	-1969	STARK SH	4724	-2448	CHEROKEE SH	4998	-2722	MISS UNCONFORM	5072	-2796	BASE SPERGEN	5124	-2848
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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
CONDUCTOR	30"	20"	50#	55'	GROUT	6 YDS	
SURFACE	17.5"	13.375"	48#	266'	CLASS A	250	3% CC/2% GEL
PRODUCTION	7/875"	4.5"	10.5#	5300'	CLASS H	275	5# KOLSEAL/25# FLOSEAL .5% F

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 <i>(Amount and Kind of Material Used)</i>	Depth
2	5076-5086 & 5100-5110	3000 GAL 15% NEFE	ALL
	RECEIVED	FRAC W/2489 BBLS WATER &	
	FEB 18 2010	24,000# 20/40 SAND	
	KCC WICHITA		

TUBING RECORD: Size: <u>N/A</u> Set At: <u>N/A</u> Packer At: <u>N/A</u>		Liner Run: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
Date of First, Resumed Production, SWD or Enhr.		Producing Method: <input type="checkbox"/> Flowing <input type="checkbox"/> Pumping <input type="checkbox"/> Gas Lift <input type="checkbox"/> Other (Explain)	
Estimated Production Per 24 Hours	Oil Bbls. <u>0</u>	Gas Mcf <u>0</u>	Water Bbls. <u>75</u> Gas-Oil Ratio Gravity

DISPOSITION OF GAS: <input type="checkbox"/> Vented <input type="checkbox"/> Sold <input type="checkbox"/> Used on Lease <i>(If vented, Submit ACO-18.)</i>	METHOD OF COMPLETION: <input type="checkbox"/> Open Hole <input type="checkbox"/> Perf. <input type="checkbox"/> Dually Comp. <input type="checkbox"/> Commingled <input type="checkbox"/> Other (Specify) _____	PRODUCTION INTERVAL: _____ _____
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GEOLOGICAL REPORT SEALEY 15-16 E2 SE SE SECTION 15 – T30S – R19W KIOWA COUNTY, KANSAS

SUMMARY

The above captioned well was drilled to a total depth of 5,300 feet on October 25, 2009. A one-man logging unit was on location from approximately 2,800 feet to TD. The well was under the geological supervision of the undersigned from 4,000 feet to TD. At TD, Weatherford electric logs were run that consisted of Dual Induction, Compensated Neutron-Density and Micro-log. From the data collected while drilling and analyzing, potential hydrocarbons were present in the Mississippian "Caprock", the Mississippian Spergen, and Mississippian Warsaw. However, the Warsaw calculated wet. A decision was made to set casing and complete the Mississippian "Caprock" and Spergen.

MISSISSIPPIAN "CAPROCK"

The top of the Mississippian "caprock" was encountered at 5,072(-2,796) feet. The samples were described as white, cream, tan, buff, and light brown predominately dense, hard, brittle, micro-crystalline, slightly sucrosic, limestone with good inter-crystalline porosity and some vugular pin-point porosity. Scattered dull to bright yellow fluorescence and scattered live oil staining were observed along with very good streaming cut and live odor. The gas chromatograph recorded an 82 unit gas kick. The electric logs indicated a 10 foot porosity interval with average cross-plotting porosity of 7% with the highest being 11%.

MISSISSIPPIAN SPERGEN

The top of the Mississippian Spergen was cut at 5,102 (-2,826) feet. Samples were described off white, cream, light gray, tan, very glauconitic, sucrosic, oolitic, very dolomitic limestone with excellent vugular pin-point porosity and some inter-crystalline porosity. Dull and bright yellow fluorescence was observed along with abundant live oil staining, flash streaming cut and excellent oil odor. The gas chromatograph recorded shows of 125 and 96 units. Electric logs indicated a 21 foot porosity zone averaging 14% with some as high as 24%. Good micro-log separation was observed through out indicating good permeability.

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MISSISSIPPIAN WARSAW

The top of the Warsaw was encountered at 5,130 (-2,854) feet. Samples were described as white, off white, cream, tan, micro-crystalline, moderately hard, dolomitic limestone grading to a limey dolomite. Very good pin-point vugular porosity as well as some good inter-crystalline porosity could be seen. A dull yellow fluorescence, some oil staining, good streaming cut and strong odor were observed. Electric logs indicated an average porosity of 9 to 22%, however logs also calculated this zone to be wet.

ELECTRIC LOG TOPS

	REDLAND SEALEY 15-16 E2 SE SE 15-T30S-R19W	REDLAND MARY CATHERINE 23-9 SE NW 23-T30S-R19W	ANADARKO NEUMAN A-1 C SE NE 15-T30S- R19W
CHASE (Subsca)	2593 (-317)	2598 (-332)	2556 (-320)
TOP PENN (Subsca)	3443 (-1167)	3460 (-1194)	3407 (-1169)
BS. HEEBNER (Subsca)	4245 (-1969)	4256 (-1990)	4207 (-1969)
STARK SH. (Subsca)	4724 (-2448)	4731 (-2465)	4686 (-2448)
CHEROKEE SH. (Subsea)	4998 (-2722)	5005 (-2739)	4950 (-2712)
MISS. UNCON. (Subsea)	5072 (-2796)	5088 (-2822)	5024 (-2786)
BASE SPERGEN (Subsea)	5124 (-2848)	5122 (-2856)	5062 (-2824)

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CONCLUSION

The Sealey 15-16 was drilled as a developmental well for hydrocarbons in the Mississippian Spergen. After all data was analyzed it was determined that this zone should be commercially productive as well as the Mississippian "Caprock. A decision was made to set casing and complete both zones.

Respectfully submitted,



David Hickman
Well-Site Geologist
10/28/09



Beth Brock
Petroleum-Geotech
10/28/09

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ALLIED CEMENTING CO., LLC. 042996

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

SERVICE POINT:
Medicine Lodge, KS

DATE <i>10-26-09</i>	SEC. <i>15</i>	TWP. <i>30s</i>	RANGE <i>19w</i>	CALLED OUT <i>6:30 AM</i>	ON LOCATION <i>10:00 AM</i>	JOB START <i>3:00 PM</i>	JOB FINISH <i>3:45 PM</i>
LEASE <i>Sealy</i>		WELL # <i>15-16</i>		LOCATION <i>Coldwater 7N, 3W, 3/4N,</i>		COUNTY <i>Comanche</i>	STATE <i>KS</i>
OLD OR NEW (Circle one) <u>OLD</u>				<i>w/int</i>			

CONTRACTOR *Dyke #9*

TYPE OF JOB *Production Casing*

HOLE SIZE *7 7/8* T.D. *5300*

CASING SIZE *4 1/2* DEPTH *5303*

TUBING SIZE DEPTH

DRILL PIPE DEPTH

TOOL DEPTH

PRES. MAX *1600* MINIMUM *—*

MEAS. LINE SHOE JOINT *21.43*

CEMENT LEFT IN CSG. *21'*

OWNER *Redland Res.*

PERFS.

DISPLACEMENT *8 1/2 Bbls 2% KCL Water*

CEMENT

AMOUNT ORDERED *15sx60:40+4% gel & 275sx"H" ASC + 5# Kol-seal + 1/4" Flo-seal + .5% FL-160 & ~~Regal Clapton~~*

EQUIPMENT

PUMP TRUCK CEMENTER *D. Felio* RECEIVED

414-302 HELPER *G. Greive*

BULK TRUCK

421-251 DRIVER *M. Coley* FEB 18 2010

BULK TRUCK

DRIVER *KCC WICHITA*

COMMON	<i>95x</i>	@	<i>15.45</i>	<i>139.05</i>
POZMIX	<i>65x</i>	@	<i>8.00</i>	<i>48.00</i>
GEL	<i>15x</i>	@	<i>20.80</i>	<i>20.80</i>
CHLORIDE		@		
ASC H	<i>275sx</i>	@	<i>21.10</i>	<i>5802.50</i>
<i>Kol-seal</i>	<i>1375#</i>	@	<i>.89</i>	<i>1,223.75</i>
<i>F-1-160</i>	<i>129#</i>	@	<i>13.30</i>	<i>1,715.70</i>
<i>Flo-seal</i>	<i>69#</i>	@	<i>2.50</i>	<i>172.50</i>
		@		
		@		
		@		
		@		
HANDLING	<i>290sx</i>	@	<i>2.40</i>	<i>696.00</i>
MILEAGE	<i>290sx X 20 X .10 =</i>			<i>580.00</i>
TOTAL				<i>10,378.30</i>

REMARKS:

Pipe on Bttm, Break Casing Plug Rat Hole w/ 15sx 60:40:4% gel Cement,

Pump 50sx Scowenger Cement Mix 225sx tail Cement, Stop Pump, Wash Pump & lines, Release Plug, Start Disp. w/ 2% KCL Water, See increase in PSI, Slow Rate

Bump Plug at 8 1/2 Bbls total Disp., Release PSI, Float Did Hold

SERVICE

DEPTH OF JOB	<i>5303</i>			
PUMP TRUCK CHARGE			<i>1400.00</i>	
EXTRA FOOTAGE		@		
MILEAGE	<i>20</i>	@	<i>7.00</i> <i>140.00</i>	
MANIFOLD <i>Head rental</i>		@	<i>N/C</i>	
		@		
		@		
TOTAL				<i>1,540.00</i>

CHARGE TO: *Redland Res.*

STREET _____

CITY _____ STATE _____ ZIP _____

PLUG & FLOAT EQUIPMENT

<i>1- AFU Float Shoe</i>	@	<i>198.45</i>	<i>198.45</i>	
<i>1- Catch down Plug Assy.</i>	@	<i>139.05</i>	<i>139.05</i>	
<i>6- turbo lizers</i>	@	<i>36.45</i>	<i>218.70</i>	
	@			
	@			
TOTAL				<i>556.20</i>

To Allied Cementing Co., LLC.

You are hereby requested to rent cementing equipment and furnish cementer and helper(s) 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 and understand the "GENERAL TERMS AND CONDITIONS" listed on the reverse side.

SALES TAX (If Any) _____

TOTAL CHARGES ~~_____~~

DISCOUNT ~~_____~~ IF PAID IN 30 DAYS

PRINTED NAME *David Hickman*

SIGNATURE *David Hickman*

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. 042556

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

SERVICE POINT:
Medicine Lodge

DATE <i>10/20/09</i>	SEC <i>15</i>	TWP. <i>30S</i>	RANGE <i>19W</i>	CALLED OUT <i>8:00g.m/10/19</i>	ON LOCATION <i>8:00g.m.</i>	JOB START <i>8:00A.m</i>	JOB FINISH <i>9:00A.m.</i>
LEASE <i>se-ly</i>		WELL # <i>15-16</i>		LOCATION <i>Colbuck, Ks, 7N, 3W, 3 1/2E,</i>		COUNTY <i>Rowa</i>	STATE <i>Ks.</i>
OLD OR <input checked="" type="radio"/> NEW (Circle one)				W/into			

CONTRACTOR *Duke #9*

TYPE OF JOB *Surface*

HOLE SIZE *17 1/2* T.D. *268'*

CASING SIZE *13 3/8* DEPTH *268'*

TUBING SIZE _____ DEPTH _____

DRILL PIPE _____ DEPTH _____

TOOL _____ DEPTH _____

PRES. MAX *300* MINIMUM _____

MEAS. LINE _____ SHOE JOINT - _____

CEMENT LEFT IN CSG. *20'*

PERFS. _____

DISPLACEMENT *3814 BBLs fresh*

OWNER *Redlands*

CEMENT

AMOUNT ORDERED *250sx A+3%cc + 29gel*

EQUIPMENT

PUMP TRUCK CEMENTER *Mark C.*

372 HELPER *Darin F.*

BULK TRUCK

381-250 DRIVER *Scott P.*

BULK TRUCK

_____ DRIVER _____

COMMON <i>Class A 250</i>	@	<i>15.45</i>	<i>3862.50</i>
POZMIX _____	@		
GEL _____	<i>5</i>	@ <i>20.80</i>	<i>104.00</i>
CHLORIDE _____	<i>8</i>	@ <i>58.20</i>	<i>465.60</i>
ASC _____	@		

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FEB 18 2010

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HANDLING <i>250</i>	@	<i>2.40</i>	<i>600.00</i>
MILEAGE <i>250/20/10</i>			<i>500.00</i>
TOTAL			<i>5532.10</i>

REMARKS:

pipe on bottom, low well L.R. pump 3' ahead.

Mix 250sx A+3%cc + 29 gel

Disp to 248' w/ 8 1/2 BBLs fresh

shutin

release psi

Cement did C.I.C.

SERVICE

DEPTH OF JOB <i>268'</i>			
PUMP TRUCK CHARGE _____			<i>950.00</i>
EXTRA FOOTAGE _____	@		
MILEAGE <i>20</i>	@	<i>7.00</i>	<i>140.00</i>
MANIFOLD _____	@		
_____	@		
_____	@		
TOTAL			<i>1090.00</i>

CHARGE TO: *Redlands Resources*

STREET _____

CITY _____ STATE _____ ZIP _____

PLUG & FLOAT EQUIPMENT

_____	@		
_____	@		
<i>NONE</i>	@		
_____	@		
_____	@		
TOTAL			_____

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PRINTED NAME *x David Hickman*

SIGNATURE *x David Hickman*

SALES TAX (If Any) _____

TOTAL CHARGES _____

DISCOUNT _____ IF PAID IN 30 DAYS

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—**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.

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—**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.

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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.

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.