

August 30, 2010

Marge Schulte
John O. Farmer, Inc.
PO Box 352
Russell, KS 67665

RE: Approved Commingling CO081001
Potter "F" #1, Sec. 14-T17S-R25W, Ness County
API No. 15-135-24626-00-01

Dear Ms. Schulte:

Your Application for Commingling (ACO-4) for the above described well has been reviewed and approved by the Kansas Corporation Commission (KCC) per K.A.R. 82-3-123. Notice was examined and found to be proper per K.A.R. 82-3-135a. No protest had been filed within the 15-day protest period. This application, which was received by the KCC on August 10, 2010 concerns approval to simultaneously produce from the following sources of supply through the same tubing string in the same wellbore:

Source of Supply	Estimated Current Production			Perf Depth
	BOPD	MCFPD	BWPD	
Mississippi	3.70	0.00	0.00	4422-4430
Fort Scott	6.30	0.00	0.00	4328-31 & 4344-47
Total Estimated Current Production	10.00	0.00	0.00	

Based upon the depth of the Mississippi formation perforations, total oil production shall not exceed 200 BOPD and total gas production shall not exceed 50% of the absolute open flow (AOF).

Commingling ID number CO081001 has been assigned to this approved application. Use this number for well completion reports (ACO-1) and other correspondence that may concern this approved commingling.

Sincerely,



Rick Hestermann
Production Department

OFFSET OPERATORS/UNLEASED MINERAL OWNERS
(within 1/2 mile radius)
TO JOHN O. FARMER, INC.
Potter "F" #1
1120' FNL & 1660' FWL
Sec. 14-17S-25W
Ness County, Kansas

Sec. 10-17S-25W

SE/4

Brian Mishler
Rt. 1, Box 14
Arnold, KS 67515
(unleased mineral owner)

Sec. 11-17S-25W

S/2

Thomas Talbert Family
P.O. Box 953
Pismo Beach, CA 93448
(unleased mineral owners)

Sec. 14-17S-25W

E/2 NW/4

John O. Farmer, Inc.
(**Potter "F" Lease**)

W/2 NW/4

John O. Farmer, Inc.

E/2

Ross A. & Phyllis M. Potter Trusts
11723 220 Road
Arnold, KS 67515
(unleased mineral owners)

SW/4

John O. Farmer Inc.

Sec. 15-17S-25W

NE/4

John O. Farmer Inc.

SE/4

Marilyn Edwards Trust
3734 `19th Street
Great Bend, KS 67530
(unleased mineral owners)

I certify that copies of the ACO-16 (Application For New Pool Determination) and ACO-4 (Application for Commingling Of Production) for the John O. Farmer, Inc. Potter "F" #1 have been sent to the unleased mineral owners listed previously as of the 9th day of August, 2010.



JOHN O. FARMER III, PRESIDENT

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AUG 10 2010

KCC WICHITA

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

Form ACO-1
September 1999
Form Must Be Typed

WELL COMPLETION FORM
WELL HISTORY - DESCRIPTION OF WELL & LEASE

Operator: License # 5135
Name: John O. Farmer, Inc.
Address: P.O. Box 352
City/State/Zip: Russell, KS 67665
Purchaser: NCRA
Operator Contact Person: Marge Schulte
Phone: (785) 483-3145, Ext. 214
Contractor: Name: Discovery Drilling Company, Inc.
License: 31548
Wellsite Geologist: Randall Kilian

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: John O. Farmer, Inc.
Well Name: Potter "F" #1

Original Comp. Date: 5-16-07 Original Total Depth: 4494'
 Deepening Re-perf. Conv. to Enhr./SWD
 Plug Back Plug Back Total Depth
 Commingled Docket No. (submitting ACO-4, new zone)
 Dual Completion Docket No.
 Other (SWD or Enhr.?) Docket No.

<u>1-21-10</u>	<u>4-11-07</u>	<u>1-28-10</u>
<u>Spud Date or</u>	<u>Date Reached TD</u>	<u>Completion Date or</u>
<u>Recompletion Date</u>		<u>Recompletion Date</u>

API No. 15 - 135-24,626-00-01
County: Ness
SE SW NE NW Sec. 14 Twp. 17 S. R. 25 East West
1120 feet from S / (N) (circle one) Line of Section
1660 feet from E / (W) (circle one) Line of Section

Footages Calculated from Nearest Outside Section Corner:
(circle one) NE SE (NW) SW
Lease Name: Potter "F" Well #: 1
Field Name: Rap South
Producing Formation: Mississippi & Fort Scott
Elevation: Ground: 2453' Kelly Bushing: 2461'
Total Depth: 4494' Plug Back Total Depth: 4462'
Amount of Surface Pipe Set and Cemented at 211 Feet
Multiple Stage Cementing Collar Used? Yes No
If yes, show depth set Port Collar @ 1766' Feet
If Alternate II completion, cement circulated from 1766
feet depth to surface w/ 145 sx cmt.

Drilling Fluid Management Plan
(Data must be collected from the Reserve Pit)
Chloride content 18,000 ppm Fluid volume 300 bbls
Dewatering method used evaporation
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.

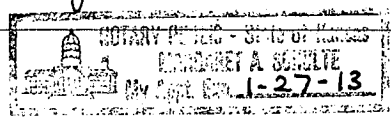
All requirements of the statutes, rules and regulations promulgated to regulate the oil and gas industry have been fully complied with and the statements herein are complete and correct to the best of my knowledge.

Signature: John O. Farmer III
Title: President Date: 8-9-10

Subscribed and sworn to before me this 9th day of August,
20 10.

Notary Public: Margaret A. Schulte

Date Commission Expires: _____



KCC Office Use ONLY

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

RECEIVED
AUG 10 2010

KCC WICHITA

Operator Name: John O. Farmer, Inc. Lease Name: Potter "F" Well #: 1
 Sec. 14 Twp. 17 S. R. 25 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:

Microresistivity Log, Dual Induction Log, Dual Compensated Porosity Log, Borehole Compensated Sonic Log, Dual Receiver Cement Bond Log

<input checked="" type="checkbox"/> Log	Formation (Top), Depth and Datum	<input type="checkbox"/> Sample
Name	Top	Datum
Anhydrite	1779'	(+682)
Base/Anhydrite	1809'	(+652)
Heebner Shale	3789'	(-1328)
Toronto	3814'	(-1353)
Lansing	3831'	(-1370)
Base/KC	4129'	(-1668)
Ft. Scott	4326'	(-1865)
Mississippi	4418'	(-1957)

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"	23#	211'	Common	150	3% C.C., 2% Gel
Production	7-7/8"	5-1/2"	14#	4492'	EA-2	150	
Port Collar				1766'	QMD	145	1/4# floseal/sk.

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 SPF	4422-30' (Mississippi)	750 gals. 15% NE	
4 SPF	4344-47' (Fort Scott) NEW ZONE	500 gals. 15% NE	
4 SPF	4328-31' (Fort Scott) NEW ZONE	1000 gals. 15% NE (this acid job done over both sets of Ft. Scott perms.)	

TUBING RECORD		Size	Set At	Packer At	Liner Run
		2-7/8"	4458"		<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Date of First, Resumerd Production, SWD or Enhr.		Producing Method			
1-29-10		<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
	10.00		0.00		41.5°

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 4422-30' (Mississippi)
4328-4347' (Fort Scott) OA

AFFIDAVIT

STATE OF KANSAS \
- SS.
County of Sedgwick /

RECEIVED AUG 17 2010

Mark Fletchall, of lawful age, being first duly sworn, deposeth and saith: That he is Record Clerk of The Wichita Eagle, a daily newspaper published in the City of Wichita, County of Sedgwick, State of Kansas, and having a general paid circulation on a daily basis in said County, which said newspaper has been continuously and uninterruptedly published in said County for more than one year prior to the first publication of the notice hereinafter mentioned, and which said newspaper has been entered as second class mail matter at the United States Post Office in Wichita, Kansas, and which said newspaper is not a trade, religious or fraternal publication and that a notice of a true copy is hereto attached was published in the regular and entire Morning issue of said The Wichita Eagle for 1 issues, that the first publication of said notice was

made as aforesaid on the 14th of

August A.D. 2010, with

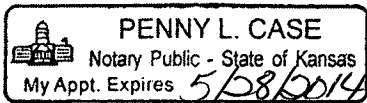
subsequent publications being made on the following dates:

And affiant further says that he has personal knowledge of the statements above set forth and that they are true.

Mark Fletchall

Subscribed and sworn to before me this

16th day of August, 2010



Penny L. Case
Notary Public Sedgwick County, Kansas

Printer's Fee : \$103.60

LEGAL PUBLICATION

First Published in The Wichita Eagle
August 14, 2010 (3060940)
BEFORE THE STATE CORPORATION
COMMISSION OF THE
STATE OF KANSAS

NOTICE OF FILING APPLICATION

RE: JOHN O. FARMER, INC.-Application for Commingling of Production in the Potter "F" #1 located in Ness County, Kansas.

TO: All Oil and Gas Producers, Unleased Mineral Interest Owners, Landowners, and all persons whosever concerned.

You, and each of you, are hereby notified that John O. Farmer, Inc. has filed an application to commingle the Mississippi and Fort Scott producing formations at the Potter "F" #1, located 1120' from the north line and 1660' from the west line of Sec. 14-T17S-R25W, Ness County, Kansas.

Any persons who object to or protest this application shall be required to file their objections or protests with the Conservation Division of the State Corporation Commissions of the state of Kansas within fifteen (15) days from the date of the publication. These protests shall be filed pursuant to commission regulations and must state specific reasons why the grant of the application may cause waste, violate correlative rights or air pollute the natural resources of the State of Kansas.

All persons interested or concerned shall take notice of the foregoing and shall govern themselves accordingly.

John O. Farmer III
John O. Farmer, Inc.
P.O. Box 352
Russell, KS 67665
Telephone (785)483-3144

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AUG 25 2010

KCC WICHITA

AFFIDAVIT OF PUBLICATION: ---The Ness County News

Case No. _____

First published in the Ness County News on Thursday, August 12, 2010. -11

BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS NOTICE OF FILING APPLICATION

RE: JOHN O. FARMER, INC. — Application for Commingling of Production in the Potter "F" #1 located in Ness County, Kansas.

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All persons interested or concerned shall take notice of the foregoing and shall govern themselves accordingly.

John O. Farmer III
John O. Farmer, Inc.
P.O. Box 352
Russell, KS 67665
Telephone: (785) 483-3144

STATE OF KANSAS, COUNTY OF NESS, ss:

Jerry Clarke, being first duly sworn, Deposes and says: that he is Publisher of The Ness County News, a weekly newspaper, published and printed in Ness City, State of Kansas, and published in and of general circulation in Ness County, Kansas, with a general paid circulation on a weekly basis in Ness County, Kansas, and that said newspaper is not a trade, religious or fraternal publication.

Said newspaper is a weekly published at least 50 times a year; has been so published continuously and uninterruptedly in said county and state for a period of more than five years prior to the first publication of said notice; and has been admitted at the post office of Ness City, in said County as second class mail matter.

That the attached notice is a true copy thereof and was published in the regular and entire issue of said newspaper for 1 consecutive weeks, the first publication thereof being made as aforesaid on the 12th day of August, 2010, with subsequent publications being made on the following dates:

_____, 20____, _____, 20____
_____, 20____, _____, 20____
_____, 20____, _____, 20____

Jerry Clarke, Jerry Clarke, editor

Subscribed and sworn to before me this 12th day of August, 2010

NOTARY PUBLIC - State of Kansas
AMANDA SCHWIEN
My Appt. Exp. 07/21/2013

Amanda Schwien, Notary Public.

Publication Fee \$ 26.22
Additional Copies @ \$
Total Publication Fees \$ 26.22

Filed this _____ day of _____, 20____.

Attached Proof Of Publication approved this _____ day of _____, 20____

District Magistrate Judge

Filed this _____ day of _____, 20____.

Clerk of the District Court.

Attached Proof Of Publication approved this _____ day of _____, 20____

Judge Twenty-fourth Judicial District.