## KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

SEP 2 6 2011 FIGURAL

SEP 2 6 2011 FIGURAL

June 2009

Form Must Be Typed
Form must be Signed
All blanks must be Filled

## WELL COMPLETION FORM WELL HISTORY - DESCRIPTION OF WELL & LEASE

OPERATOR: License # 3292	4	API No	15 - 159-22640 - 0000
Name:Gilbert-Stewart Op			escription:
Address 1: Suite 345		1	NE_SE Sec. 5 Twp. 19 S. R. 9 ☐ East  West
Address 2: 1801 Broadway		1,770	Peet from North / ✓ South Line of Section
	State: CO Zip: 80202 +		Feet from 🗹 East / 🗌 West Line of Section
Contact Person: Kent Glibert			es Calculated from Nearest Outside Section Corner:
Phone: (303) 534-1686			□ne □nw ☑se □sw
	350	County	Rice
Name: Southwind Drilling		Lease	Name: Lincoln Well #: 13
Wellsite Geologist: Derek Patte	rson	Field N	lame: Chase Silica
Purchaser: United Petroleum		1	sing Formation: Arbuckle
Designate Type of Completion:		4	on: Ground: 1699' Kelly Bushing: 1707'
	e-Entry Workover	1	epth: 3428 Plug Back Total Depth: 3397
✓ oil wsw	∫ swb ☐ slow		at of Surface Pipe Set and Cemented at: 278' KB Feet
Gas D&A	☐ ENHR ☐ SIGW		e Stage Cementing Collar Used?
☐ og	GSW Temp. Abd.	If yes,	show depth set: Feet
CM (Coal Bed Methane)		If Alter	nate II completion, cement circulated from:
Cathodic Other (Co	re, Expl., etc.):	feet de	pth to: 2500 w/ 180 sx cmt.
If Workover/Re-entry: Old Well I	nfo as follows:		
Operator:		Drillin	g Fluid Management Plan
Well Name:		1	nust be collected from the Reserve Pit)
Original Comp. Date:	Original Total Depth:	Chloric	de content: 10000 ppm Fluid volume: 180 bbls
Deepening Re-pe		Dewate	ering method used: Transport to SWD
	Conv. to GSW		on of fluid disposal if hauled offsite:
_	Plug Back Total Depth		
☐ Commingled ☐ Dual Completion	Permit #:	1	for Name: Bob's Oil Service
SWD	Permit #:		Name: Sieker License #: 32408
☐ ENHR	Permit #:	Quarte	er Sec TwpS. R
GSW		County	Barton Permit #: 26,497
<del></del>	Permit #:		
	n 17, 2011 April 2011 eached TD Completion Date or Recompletion Date		
INSTRUCTIONS: An original Kansas 67202, within 120 days of side two of this form will be tiality in excess of 12 months).	and two copies of this form shall be filed with sof the spud date, recompletion, workover or cheld confidential for a period of 12 months if re	conversion quested in ell report s	as Corporation Commission, 130 S. Market - Room 2078, Wichita, of a well. Rule 82-3-130, 82-3-106 and 82-3-107 apply. Information writing and submitted with the form (see rule 82-3-107 for confidenhall be attached with this form. ALL CEMENTING TICKETS MUST temporarily abandoned wells.
	AFFIDAVIT		KCC Office Use ONLY
	y that all requirements of the statutes, rules and		Letter of Confidentiality Received
lations promulgated to regulate the	he oil and gas industry have been fully complie	d with	Date:
and the statements herein are of	omplete and correct to the best of my knowled	9 <sup>0</sup> .	□ a at 11 p.t p.t

Date: 9-21-11

 Wireline Log Received
Geologist Report Received

Operator Name: Gilbert-Stewart Operating LLC					Lease Name: Lincoln			_ Well #:13			
Sec. <u>5</u> Twp. <u>19</u> S. R. <u>9</u> ☐ East				County	<sub>y:</sub> <u>Rice</u>		·-··-				
instructions: Show time tool open and close recovery, and flow rates line Logs surveyed. Att	ed, flowing and shut if gas to surface tes	-in pressu st, along w	res, whether si rith final chart(s	hut-in pres	sure rea	ched static level	, hydrostatic pres	sures, bottom	hole temp	erature, fluid	
Drill Stem Tests Taken (Attach Additional Sh	eets)	✓ Ye	s No		<b></b> ✓L	og Formatio	on (Top), Depth ar	nd Datum		Sample	
Samples Sent to Geological	•	✓ Ye	s  No		Name			Top 2465		Datum 58	
Cores Taken	,	_ □ Ye			Topek Lansir			2893	-1186		
Electric Log Run  Electric Log Submitted Electronically  (If no, Submit Copy)				Arbuc	-		3244		537		
List All E. Logs Run: DIL, Por, MEL,	Sonic										
		Page		RECORD	✓ No	ew Used ermediate, produc	tion atc				
Purpose of String	Size Hole Drilled	Siz	e Casing (In O.D.)	T	ight	Setting Depth	Type of Cement	# Sacks Used		and Percent	
Surface	12 /4"	8 5/8"		23#		278'	Common	180	3% CaCl/ 2% ge		
Production	7 7/8"	5 1/2"	5 1/2"		-,- l . <del></del> -	3428	60/40 180				
			ADDITIONAL	CEMENTI	ING / SQI	JEEZE RECORD	)				
Purpose:  —— Perforate	Depth Top Bottom				# Sacks Used		Type and Percent Additives				
Protect Casing Plug Back TD Plug Off Zone		· · · · ·			<u> </u>			. <u></u>			
Shots Per Foot			D - Bridge Plug				acture, Shot, Cemer		rd	Depth	
4 SPF	. Specify i	3246-	ach Interval Per	Torated		1000 gal of 15% Acetic					
									RE	CEIVED	
									SEP	2 6 2011	
TUBING RECORD:	Size: 7/8	Set At: 3378		Packer /	At:	Liner Run:	Yes 🗸 No	, k	(CC N	CEIVED 2 6 2011 VICHITA	
Date of First, Resumed P	roduction, SWD or EN	HR.	Producing Met	hod: Pumpi	ng [	Gas Lift	Other (Explain)				
Estimated Production Per 24 Hours	Oil 40	Bbls.	Gas	Mcf	Wa	ter E	Bbls.	Gas-Oil Ratio		Gravity 40	
DISPOSITIO	N OF GAS:			METHOD O	F COMPL	ETION:		PRODUCT	ION INTER	VAL:	
Vented Sold	Used on Lease			✓ Perf.			ommingled 3	3246-49			
(If vented, Subr	nit ACO-18.)		Other (Specify)				-	<del></del>		<del></del>	

# QUALITY OILWELL CEMENTING, INC.

Phone 785-483-2025	Home Office P.O. Bo	ox 32 Russell, KS 67665 No.	4514
3/11/11 Sec.	Twp. Range	County State On Location	Pinish PM
Lease Cincoln W	/elLNo. 3 Location	on Rushton, S+H Rd. 1 E. 34	ohn, U
Contractor Southwind	Drilling Rights		
Type Job Surtace		To Quality Oilwell Cementing, Inc.	and furnish
Hole Size 12 41	T.D. 280	You are hereby requested to rent cementing equipment cementer and helper to assist owner or contractor to do	work as listed.
csg. 85/8" 23#	Depth 278	Charge (Silbert - Stawart Opera	iting LLC
Tbg. Size	Depth	Street	J 3 8
Tool	Depth ::	City State	
Cement Left in Csg. 15	Shoe Joint	The above was done to satisfaction and supervision of owner	agent or contractor.
Meas Line	Displace 1654 Bbls.	Cement Amount Ordered 805x Com 5%	C Hoge
EQUIPN	IENT		
Pumptrk No. Cementer Helper	al .	Common/80	
Bulktrk No. Driver Driver	<b>M</b>	Poz. Mix	
Bulktrk No. Driver Driver		Gel. 3	***
JOB SERVICES	& REMARKS	Calcium 6	and the control of th
Remarks:		Hulls	enter de la companya de la companya La companya de la co
Rat Hole		Salt	
Mouse Hole		Flowseal	
Centralizers	the section of the section of	Kol-Seal	<u> </u>
Baskets	1.1	Mud CLR 48	
D/V or Port Collar	N 10 10 10	CFL-117 or CD110 CAF 38	
<u>Cement Circu</u>	<u>vlated</u>	Sand	
the supplied the second		Handling 189	* * * * * * * * * * * * * * * * * * * *
		Mileage	
		FLOAT EQUIPMENT	* ************************************
		Guide Shoe	
		Centralizer	
		Baskets N	RECFIVED
	<u> 2000 - 100</u>	AFU Inserts 7 / 8	PCD 0
		Float Shoe	PEP 2.6 2011
J /2m //		Laten Down	C WICHITA
			THOMA
- 70			
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Signature Signature	w		

DEFINITIONS: In these terms and conditions, "Quality" shall mean Quality Oilwell Cementing, 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 "QUALITY" 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 "QUALITY," refunded directly to "CUSTOMER." For purposes of this paragraph, QUALITY 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 term of this Contract, the prevailing party shall be entitled to recover all expenses, including, but not limit to, a

reasonable sum as and attorney's fees.

- PRICES AND TAXES: All merchandise listed in "QUALITY'S" current price shall schedule are F.O.B. QUALITY'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 QUALITY shall be added to the quoted prices charged to CUSTOMER.

- TOWING CHARGES: QUALITY will make a reasonable attempt to get to and from each job site using its own equipment. Should QUALITY 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 QUALITY, 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 QUALITY for the expenses incurred by QUALITY as a result of the cancellation.

- DEADHAUL, CHARGES: Unless otherwise specified on the front of this Contract, a deadhaul charges as set forth in QUALITY'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. QUALITY carries public liability and property damage insurance, but since there are so many uncertain and unknown conditions beyond QUALITY'S control, QUALITY 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 QUALITY, 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 QUALITY'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 QUALITY or its employees.

2. With respect to any of QUALITY'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 QUALITY at the landing, CUSTOMER shall either recover the lost item without cost to QUALITY or reimburse QUALITY the current replacement cost of the item unless the loss or damage results from the sole negligence of QUALITY or its employees.

3. QUALITY 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. QUALITY 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. QUALITY'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 QUALITY to be defective. THIS IS THE SOLE WARRANTY OF QUALITY 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 QUALITY 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 constructed as a warranty by QUALITY 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 QUALITY or any interpretation of test, meter readings, chart information, analysis or research, or recommendations made by QUALITY, unless the inaccuracy or incorrectness is caused by the willful misconduct or gross negligence of QUALITY or its employees in the preparation or furnishing of such facts, information or data. (C) Work done by QUALITY shall be under the direct supervision and control of the CUSTOMER or his agent and QUALITY will accomplish the job as an independent contractor and not as an employee or agent of the CUSTOMER.



10244 NE Hwy. 61 P.O. Box 8613 Pratt, Kansas 67124 Phone 620-672-1201

### **FIELD SERVICE TICKET** 1718-03637

	PŔESSU	RE PUM	PING & WIRELINE						DATE	TICKET NO.	<u>03</u>	6 36A		
DATE OF JOB	18-1	j [	DISTRICT /	NER	_ <b>S</b>	1 *	NEW V	OLD □ F	PROD INJ	□ WDW	□ c	USTOMER ORDER NO		
CUSTOMER /	116	ert	+ Sten		<b>\</b>	atin	LEASE Z	v COI	W			WELL NO.	13	
ADDRESS						<b>7</b> l	COUNTYRICE 5-19-9 STATE KANSAS							
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AUTHORIZED B	BY	•					JOB TYPE		Longs			CNW		
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become a part of th							on the front and back Services LP.	•	IGNED:	* .	٠. ٠.	RACTOR OR AC		
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REPRESENTATIVE FIELD SERVICE ORDER NO.

THE ABOVE MATERIAL AND SERVICE
ORDERED BY CUSTOMER AND RECEIVED BY:

(WELL OWNER OPERATOR CONTRACTOR OR AGENT)

SERVICE

#### **Agreement of Terms and Conditions**

All sales of services, products, or materials by Basic Energy Services LP, (hereinafter called BES) to any Customer, unless otherwise set out in writing, are subject to the terms and conditions set out herein.

#### Terms:

All Service Charges and materials included in service price list are NET. Unless satisfactory credit has been established, cash payment will be required in advance. Credit Customer agrees to pay BES in its office in Cisco, Texas, for all services and materials on or before the 20th of the following month after the date of the invoice. Customers invoice is considered in default if payment has not been received by the last day of the month following the month in which the invoice is dated and services delivered. Past due accounts will be subject to a charge for interest at the highest rate allowable by law, and if placed in the hands of an attorney for collection, Customer agrees to pay all collection costs, reasonable attorney fees and court costs.

#### Taxes:

All prices are exclusive of any Federal, State or Special Taxes imposed on the sale or use of the merchandise and services listed, which taxes will be added to quoted prices where applicable. If payment of any applicable royalty or license fee is required in connection with any service performed by BES for Customer, such royalty or license fee will be billed to the Customer in addition to the price of the services performed.

#### **Special Pricing Provisions:**

All materials listed in the price schedule are F.O.B. our field stock.

All prices are subject to change without notice.

The prices in this price list apply to normal operations. Special jobs under unusual circumstances on jobs requiring unusual mobilization of equipment and/or personnel, such as blowouts, experimental jobs, etc., are to be subject to special price quotations.

Orders for products of special design, size or materials are not subject to cancellation after processing of such order has begun by BES. Equipment altered, made to Customer's specifications, or requiring special handing, is subject to special prices.

If materials or services are ordered and the Customer cancels same after the materials have been prepared, a charge will be made to the Customer for expenses incurred.

Customer states that the well and all support personnel and services not being supplied by BES are ready and in condition to receive the materials and services being supplied by BES. Customer will be subject to a charge for "stand-by" time incurred by BES. For all BES services, stand-by time is all time our equipment is on location prior to commencement of operations or after completion of operations and is not operating for reasons not within the control of BES. Stand-by time is calculated from time of arrival on location or arrival time as scheduled by Customer, whichever is later, and until equipment is released by Customer.

#### **Towing Charges:**

We will make reasonable attempts to get to and from the well under our own power. Should we be unable to do so because of poor or inadequate road conditions, and it becomes necessary to employ a tractor or other pulling equipment, such equipment will be supplied by the customer, or if furnished by us, the cost will be charged to the customer. In either event, Customer assumes liability for any damages arising from such pulling or arising from inadequate access to the well site.

#### **Product Return:**

Any BES Products that have been in the hands of the Customer, if not special or obsolete, will be accepted for credit, subject to our approval and inspection, if they are new unused and in salable condition. The Customer will pay the return freight, and will receive credit at the original purchase price less the original outbound freight. Any material classified or ordered as special is not subject to return or cancellation privileges.

#### Service Warranty:

There are obviously many conditions in and about the well which we can have no knowledge and over which we can have no control. Therefore, we do not quarantee any particular results from services to be performed hereunder. In interpreting information and making recommendations, either written or oral, as to type or amount of material or service to be furnished, or manner of performance, or in predicting results to be obtained therefrom, BES will give Customer the benefit of its best judgment based on its experience in the field. However, due to the Customer's control of the well the impracticality of providing BES with all the data concerning same, and the necessary reliance of BES upon supporting services, data and facts supplied by others, BES does not guarantee or warrant the accuracy or correctness of any facts, information or data furnished by BES or any interpretation of tests, meter readings, chart information, analysis of research or recommendations made by BES, unless caused by the willful misconduct or gross negligence of BES in the preparation of furnishing of such facts, information or data and NO WARRANTY IS GIVEN CON-CERNING THE RECOMMENDATIONS MADE OR SERVICES RENDERED BY THE COMPANY AND NO WARRANTY IS MADE CONCERNING THE RESULTS SOUGHT TO BE OBTAINED THROUGH USE OF MATERIALS RECOMMENDED BY THE COMPANY. The Company's liability for injury to all persons or damage to any property or property rights, including but not limited to reservoir damage sub-surface trespass or drainage, etc., occasioned by reason of materials sold or rented or services performed hereunder shall be limited to those occurring due to the acts of willful misconduct or gross negligence of BES, and Customer agrees to be responsible for and indemnify BES against any loss or damage it may sustain by reason of materials sold or rented or services performed hereunder, unless such loss or damage is caused by the willful misconduct or gross negligence of BES.

#### **Product Warranty:**

BES warrants all materials, products and supplies manufactured or furnished by it to be free from defects in material and workmanship, under normal use and service, when installed, used and serviced in the manner provided and intended, and that it can convey good title there-THERE ARE NO WARRANTIES, EXPRESS OR IMPLIED, OR MERCHANTABILITY, FITNESS OR OTH-ERWISE WHICH EXTEND BEYOND THOSE STATED IN THE IMMEDIATELY PRECEDING SENTENCE. BES's liability and Customer's exclusive remedy in any cause of action (whether in contract, tort, breach of warranty or otherwise) arising out of the sale of use of any products, supplies or materials is expressly limited to the replacement of such products, supplies or materials on the return to BES or at BES's option, to the allowance to the customer of credit for the cost of such items. In no event shall BES be liable for special, incidental, indirect, punitive or consequential damages.

#### **Service Conditions:**

Because there are so many uncertain and unknown conditions not subject to our control, we can neither be liable for injuries to property or persons not for loss or damage arising from the performance of our services or resulting therefrom.

BES shall not be liable or responsible for a Customer shall defend, indemnify, and save BES harmless, and its officers, agents or employees, from and against any and all claims or causes of action for damage to Customer's property and of the well owner, or any third person, and for bodily injury, sickness or disease, including death resulting thereof, brought by or on behalf of Customer, the well owner, or any third person, arising out of or in connection with BES's performance of services or the furnishing of materials, products and supplies, unless caused by the willful misconduct or gross negligence of BES.

Customer shall also be responsible for and shall defend, indemnify and save BES harmless, and its officers, agents or employees, from and against any and all claims, causes of action and liabilities for damages occur-

ring as a result of sub-surface trespass arising out of any oil well operations or services performed by BES, this provision applying to any claims or legal actions or royalty owners, working interest holders, overriding royalty interest holders, or any other person or concern.

Should any of our equipment, tools or instruments become lost in the well when performing or attempting to perform our services hereunder, it is understood that the Customer shall make reasonable effort to recover the lost equipment. The Customer shall assume the entire responsibility for such fishing operations in the recovery or attempted recovery of any such lost equipment, tools or instruments and if such equipment, tools or instruments are not recovered, Customer shall pay BES its replacement cost unless such loss is due to the sole negligence of BES. If BES's equipment, tools or instruments are damaged in the well, Customer shall pay BES the lesser of its replacement cost or the cost of repairs unless such damage is caused by the sole negligence of BES.

Work done by BES shall be under the direction, supervision and control of the owner, operator, or his agent and BES will perform the work as an independent contractor and not as an employee or agent of the owner or operator.

The Customer shall at all times have complete care, custody and control of the well, the drilling and production equipment at the well and the premises about the well.

Any delays or failure by BES in the performance of this contract shall be excused if and to the extent caused by war, fire, flood, strike, labor trouble, accident riot, acts of God, or any contingencies beyond the reasonable control of BES. Disposal of the chemicals used in the performance of this contract is the responsibility of Customer. Customer agrees the chemicals will be disposed of in accordance with all applicable Federal, State and local laws and regulations.

#### **General Provisions:**

Wherever the initials BES appear in this document, they are intended solely to be an abbreviation of Basic Energy Services LP, and are used in substitution of such full name as if the full name were set out in each instance.

Any modifications of this document by the Customer, and all additional or different terms included in the Customer's purchase order or any other document responding to this document, are hereby objected to BY REQUESTING ANY OF THE GOODS AND SERVICES SET FORTH HEREIN BUYER AGREES TO ALL THE TERMS AND CONDITIONS CONTAINED IN THIS DOCUMENT.

BES reserves the right to change or modify the design of any BES product without obligation to furnish or install such changes or modification on products previously or subsequently sold.

Information regarding our services rendered in Customer's well is held in strict confidence and will be released to others only upon written approval by owner, or when required by Federal, State or Local Laws, Regulations, Orders or Ordinances, or for use as evidence in court proceedings involving the subject matter of services rendered.

Failure to enforce any or all of the herein specified terms or conditions in any particular instance shall not constitute a continuing waiver, or preclude subsequent enforcement thereof.

No employee, representative or agent other than an officer of BES is empowered to alter any of the herein specified terms and conditions.

These terms and condition shall be governed by the laws of the State of Texas, and in case of any one or more of the provisions contained herein shall for any reason be held to be invalid, illegal or unenforceable in any respect, such shall not affect any other provision hereof and this Agreement shall be construed as if such invalid, illegal, or unenforceable provision had never been contained herein.