KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form ACO-1

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 # 30742	API No. 15 - 195-22710 · 00 · 00
Delemine Detrologer to a	
Name,	Spot Description:
Address 1: 4924 SE 84th St.	NE_SE_SE_SE Sec. 36 Twp. 15 S. R. 25 ☐ East West
Address 2:	429 Feet from North / ✓ South Line of Section
City: Newton State: KS Zip: 67114 + 8 8 2 7	Feet from Fast / West Line of Section
Contact Person: Klee R. Watchous	Footages Calculated from Nearest Outside Section Corner:
Phone: (316) 799-1000 KANSAS CORPORATION COMMISSION	□NE □NW ØSE □SW
CONTRACTOR: License # 5123	County: Trego
Name: Pickrell Drilling Company, Inc.	Lease Name: MAT Farms-Kraus Well #: 1
Name: Pickrell Drilling Company, Inc. Wellsite Geologist: Nicholas P. Gerstner RECEIVED	Field Name: None (Wildcat)
Purchaser: None	Producing Formation: None
	Elevation: Ground: 2545 Kelly Bushing: 2550
Designate Type of Completion:	, -
✓ New Well Re-Entry Workover	Total Depth: 4719 Plug Back Total Depth:
Oil wsw swd slow	Amount of Surface Pipe Set and Cemented at: 231 Feet
☐ Gas ☑ D&A ☐ ENHR ☐ SIGW	Multiple Stage Cementing Collar Used? ☐ Yes ☑ No
☐ OG ☐ GSW ☐ Temp. Abd.	If yes, show depth set:Feet
CM (Coal Bed Methane)	If Alternate II completion, cement circulated from:
Cathodic Other (Core, Expl., etc.):	feet depth to: sx cmt.
If Workover/Re-entry: Old Well Info as follows:	
Operator:	Drilling Fluid Management Plan
Well Name:	(Data must be collected from the Reserve Pit)
Original Comp. Date: Original Total Depth:	Chloride content: ppm Fluid volume: bbls
☐ Deepening ☐ Re-perf. ☐ Conv. to ENHR ☐ Conv. to SWD ☐ Conv. to GSW	Dewatering method used:
Plug Back: Plug Back Total Depth	Location of fluid disposal if hauled offsite:
Commingled Permit #:	Operator Name:
Dual Completion Permit #:	Lease Name: License #:
SWD Permit #:	
ENHR Permit #:	QuarterSecTwpS. R
GSW Permit #:	County: Permit #:
5/9/11 5/21/11 5/21/11	
Spud Date or Date Reached TD Completion Date or Recompletion Date	
INSTRUCTIONS: An original and two copies of this form shall be filed with	onversion of a well. Rule 82-3-130, 82-3-106 and 82-3-107 apply. Information puested in writing and submitted with the form (see rule 82-3-107 for confidential report shall be attached with this form. ALL CEMENTING TICKETS MUST
	7/
AFFIDAVIT am the affiant and I hereby certify that all requirements of the statutes, rules and r	KCC Office Use ONLY
ations promulgated to regulate the oil and gas industry have been fully complied	with Letter of Confidentiality Received
and the statements herein are complete and correct to the best of my knowledg	ge. Date:
$\sim 10^{\circ}$	Confidential Release Date:
$\Delta I = V = I + I + I + I + I + I + I + I + I + I$	

Geologist Report Received,

UIC Distribution

Signature:_

Title: President

Operator Name: Palomino Petroleum, Inc.			Lease	Name: _	MAT Farms-I	Kraus	Well #: <u>1</u>			
Sec. 36 Twp. 15	s. R. <u>25</u>	Eas	t 📝 West	County	: Treg	0	.			
INSTRUCTIONS: Sh time tool open and clo recovery, and flow rate line Logs surveyed. A	osed, flowing and shu es if gas to surface te	t-in press st, along	ures, whether s with final chart(hut-in pres	sure rea	ched static level	, hydrostatic p	ressures, bottom	hole temp	perature, fluid
Drill Stem Tests Taken		7 Y	⁄es 🗌 No		⊘ L	og Formatio	ın (Top), Depti	and Datum		Sample
Samples Sent to Geo	logical Survey	⊘ Y	∕es		Nam			Тор		Datum
Cores Taken	,				Anhy.			1954	•	+ 596) - 560)
Electric Log Run		⊘ Y	es 🗌 No		Topek	•		1990 3614		+ 560) ·1064)
Electric Log Submitted (If no, Submit Copy	-	✓ Y	∕es ∐No		Heebr			3872		1322)
,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,					Lansi			3910	-	1360)
List All E. Logs Run:			ВКС	··9		4210	•	1660)		
Radiation Guard, Sonic					Marm	aton		4250		1700)
		·	CASING	RECORD	✓ Ne	ew Used				
				conductor, su	rface, int	ermediate, product	ion, etc.		- ,	
Purpose of String	Size Hole Drilled		ze Casing it (In O.D.)	Weig Lbs. /		Setting Depth	Type of Cement	# Sacks Used		and Percent Additives
Surface	12 1/4"	8 5/8"		20#		231'	Class A	160	2% ge	l, 3% c.c.
				1					<u> </u>	
		•••							+	· · · ·
 .			ADDITIONAL	L. CEMENTIN	1G / SQL	JEEZE RECORD		 ;		
Purpose: Perforate	Depth Top Bottom	Туре	of Cement	# Sacks	Used		Type and Percent Additives			
Protect Casing Plug Back TD Plug Off Zone										
								·		
Shots Per Foot	PERFORATION Specify F	N RECO	RD - Bridge Plugs Each Interval Perf	s Set/Type orated				ot, Cement Squeeze Record		Depth
							•			<u>·</u>
								KANSAS CO	rporatio	v CONNIN SSION
			-					Ji.	JL 29	2011
	-			· <u>-</u>			•	RF	CE	VED
TUBING RECORD:	Size:	Set At:		Packer At	:	Liner Run:	Yes 📝			
Date of First, Resumed I	Production, SWD or EN	IR.	Producing Meth Flowing	od:	ı 🗆	Gas Lift C	ther (Explain)			
Estimated Production Per 24 Hours	Oil E	bls.	Gas I	Mcf	Wate	er Bi	ols.	Gas-Oil Ratio		Gravity
DISPOSITIO	ON OF GAS:			ETHOD OF	COMPLE	TION:		PRODUCTION	ON INTER	
Vented Sold	Used on Lease		,	Perf.	Dually	Comp. Con	nmingled	THOUGH	211 111 EFS	VAL.
(If vented, Submit ACO-18.) Other					(Submit A		nit ACO-4)			

LOGS

Pawnee	4330	(-1780)
Ft. Scott	4414	(-1864)
Cherokee	4439	(-1889)
Miss.	4513	(-1963)
Gilmore City	4672	(-2122)
LTD	4719	(-2169)

KANSAS CORPORATION COMMISSION



PO BOX 31 Russell, KS 67665

RECEIVED

JUN 0 1 2011

INVOICE

Invoice Number: 127336

Invoice Date: May 22, 2011

Page: 1

Voice: Fax:

(785) 483-3887 (785) 483-5566

BIIITO:

Palomino Petroleum, Inc.

4924 SE 84th St.

Newton, KS 67114-8827

CustomerID	Well Name# or Customer P.O.	Payment	Terms
Palo	MAT Farms Kraus #1	Net 30 Days	
Job Location	Camp Location	Service Date	Due Date
KS2-03	Great Bend	May 22, 2011	6/21/11

Quantity	Item	Description	Unit Price	Amount ∰
123.00		Class A Common	16.25	1,998.75
82.00	MAT	Pozmix	8.50	697.00
7.00	MAT	Gel	21.25	148.75
51.00	MAT	Flo Seal	2.70	137.70
214.00	SER	Handling	2.25	481.50
80.00	SER	Mileage 214 sx @.11 per sk per mi	23.54	1,883.20
1.00	SER	Plug	1,250.00	1,250.00
160.00	SER	Pump truck Mileage	7.00	1,120.00
160.00	SER	Light Vehide Mileage	4.00	640.00
1.00	CEMENTER	David West		
1.00	EQUIP OPER	Bobby Roller		
1.00	OPER ASSIST	Kevin Weighous		
1.00	OPER ASSIST	Larry Shaver		
			KANSAS CORPOR	ATION COMMISSION
			JUL 2	9 2011
			REC	EIVED

ALL PRICES ARE NET, PAYABLE 30 DAYS FOLLOWING DATE OF INVOICE. 11/2% CHARGED THEREAFTER. IF ACCOUNT IS CURRENT, TAKE DISCOUNT OF

ONLY IF PAID ON OR BEFORE 1.1.1 Jun 16,12011

Subtot	al	8,356.90
Sales	Гах	568.27
Total I	nvoice Amount	8,925.17
Payme	nt/Credit Applied	
TOTAL		8,925,17

ALLIEC CEMENTING C.)., LLC. 037203

REMIT TO P.O. BOX 31 SERVICE POINT: **RUSSELL, KANSAS 67665** Great BendKS, RANGE JOB FINISH CALLED OUT ON LOCATION JOB START 1:30A 2:3044 LOCATION APAGE OLD OR KEW (Circle one) E, M. NTC OWNER TYPE OF JOB T.D. 1960 FT **CEMENT HOLE SIZE** AMOUNT ORDERED 2055X 60:40:4 **CASING SIZE** DEPTH % Gc/+1/4#Flo-sea **TUBING SIZE DEPTH** DRILL PIPE 41/ DEPTH **TOOL** PRES. MAX COMMON_ <u>MINIMUM</u> @ 8.50 697.00 **MEAS. LINE** POZMIX SHOE JOINT **CEMENT LEFT IN CSG.** GEL PERFS. CHLORIDE DISPLACEMENT Freshweter & MUC ASC @ 2-70 flo seal **EQUIPMENT** @ KANSAS CORPORATION (C) MHISSION CEMENTER Day ich bi **PUMP TRUCK** #.360 HELPER BBB R. JUL 2 9 2011 **BULK TRUCK** 344/170 KevinW. Larry S, DRIVER HANDLING 214 MILEAGE 214 X 80 4 11 **REMARKS:** TOTAL 5.346 1960FI MIX 25 SICKMENT **SERVICE** MIX 100-ACEMENT Mix yasx CEMENT ТDEPTH OF JOB <u>/965</u>F7 40FT MIX INSXCEMENT PUMPTRUCK CHARGE EXTRA FOOTAGE @ 7.00 MILEAGE MANIFOLD. @ 160 @ 4.00 Light Tuck TOTAL 3010.00 STREET _ PLUG & FLOAT EQUIPMENT To Allied Cementing Co., LLC. ര 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 SALES TAX (If Any) -TERMS AND CONDITIONS" listed on the reverse side. TOTAL CHARGES IF PAID IN 30 DAYS

Thank You!



PO BOX 31 Russell, KS 67665

RECEIVED

MAY 2 0 2011

INVOICE

Invoice Number: 127203

Invoice Date: May 12, 2011

Page: 1

Voice: (785

Fax:

(785) 483-3887 (785) 483-5566

BIII To:

Palomino Petroleum, Inc. 4924 SE 84th St.

Newton, KS 67114-8827

CustomerID	Well Name# or Customer P.O.	Payment Terms		
Palo	MAT Farms Kraus #1	Net 30 Days		
Job Location	Camp Location	Service Date	Due Date	
KS2-01	Great Bend	May 12, 2011	6/11/11	

Quantity 1	distant	Description	Unit Price	- Amount
160.00		Class A Common	16.25	
3.00	MAT	Gel	21.25	
6.00	MAT	Chloride	58.20	
169.00	SER	Handling	2.25	
80.00	SER	Mileage 169 sx @.11 per sk per mi	18.59	
1.00	SER	Surface	1,125.00	· ·
160.00	SER	Pump truck Mileage	7.00	i '
160.00	SER	Light Vehicle Mileage	4.00	640.00
1.00	CEMENTER	Bobby Roller		
1.00	OPER ASSIST	Trent Hall		
1.00	OPER ASSIST	Larry Shaver		
		•		
			KANSAS CORPORAT	ION COMMISSION
				004
			JUL 2	y 2011
,			RECE	IVED

ALL PRICES ARE NET, PAYABLE 30 DAYS FOLLOWING DATE OF INVOICE. 11/2% CHARGED THEREAFTER. IF ACCOUNT IS CURRENT, TAKE DISCOUNT OF



ONLY IF PAID ON OR BEFORE

_		1
ì	Subtotal	7,765.40
l	Sales Tax	204.88
	Total Invoice Amount	7,970.28
l	Payment/Credit Applied	
l	TOTAL	7,970.28

ALLIED JEMENTING CJ., LLC. 038745

SERVICE POINT: REMIT TO P.O. BOX 31 Good Berelks **RUSSELL, KANSAS 67665** RANGE 25 JOB START

430 0m

COUNTY TWP. CALLED OUT ON LOCATION JOB FINISH DATE 5-12-11 500 STATE LOCATION Arnoll & Ynorth 4 East Trego OLD OR NEW (Circle one) V4 Rorth West in to Prescorell OWNER Palomno Petroleum, Inc **CONTRACTOR** TYPE OF JOB **CEMENT HOLE SIZE** AMOUNT ORDERED 1605x Class A 3%ee **CASING SIZE** DEPTH 234 TUBING SIZE DEPTH 290601 DRILL PIPE DEPTH TOOL **DEPTH** PRES. MAX **MINIMUM** COMMON MEAS. LINE SHOE JOINT POZMIX CEMENT LEFT IN CSG @ 21.25 PERFS. CHLORIDE @ 58.20 349. DISPLACEMENT ASC **EQUIPMENT** @ Kansas Corporation Compasion CEMENTER BOTH 62 **PUMP TRUCK** 224 IUI 29 2011@ **BULK TRUCK** # 344-170 RECEIVE **BULK TRUCK** DRIVER HANDLING 169 MILEAGE /69x %o X.11 **REMARKS:** TOTAL 4.886 Breakere leden with or much a 6661 Greek water ahead med 160 sx class A **SERVICE** 3% oce 2% gel at 24.8 bbls water from coment and cromlate DEPTH OF JOB 234 displace with 14.27 bbls water PUMP TRUCK CHARGE EXTRA FOOTAGE MILEAGE ____ 160 @ 7.00 MANIFOLD -@ 4.00 Light Touck 160 CHARGE TO: Palomno Pedooloum, Inc TOTAL 2885. PLUG & FLOAT EQUIPMENT @ @ @ 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 TOTAL _ contractor. I have read and understand the "GENERAL SALES TAX (If Any)_ TERMS AND CONDITIONS" listed on the reverse side. TOTAL CHARGES DISCOUNT IF PAID IN 30 DAYS

RICKETTS	S TESTING	}		(620) 326-5830	(620) 326-5830		
Company Address CSZ Newton, KS 67114 Nick Gerstner		4924 SE 84th St. Lease # 1 Newton, KS 67114 Legal Desc NE-S Nick Gerstner Section 36 Township 15S		NE-SE-SE Job Tick 36 Range		et 2151 25W KS	
Comments						Co. Inc Rig 10	
						<u> </u>	
GENERAL II	NFORMATIC	אכ		Chokes	3/4	Hole Size 7 7/8	
Γest # 1		Test Date	5/20/2011	Top Recorder #		11010 0120 7 770	
Tester	Tim Venters			Mid Recorder #	W1022		
Test Type	Conventiona Successful T	Test .		Bott Recorder #	13310		
f of Packers	2.0	Packer Size	e 6 3/4	Standby Time	168 0	Approved By	
Mud Type	Gel Chem			Extra Equipmnt		oint	
Mud Weight	9.5	Viscosity	56.0		7:40 PM		
Filtrate	7.2	Chlorides	3600	Tool Picked Up Tool Layed Dwn			
Orill Collar Len	0			1001 Layed DWII	7.55 AIII		
Nght Pipe Len	0			Elevation	2545.00	Kelley Bushings 25	550.00
Formation	Ft. Scott-Miss	sissippian		Start Date/Time	5/19/2011 9:22	PM	
nterval Top	4393.0	Bottom	4532.0	End Date/Time			
Anchor Len Bel	iow 139.0	Between	0				
Total Depth	4532.0						
Blow Type	surface blow	at start of fir		iod, building to 2". \ building to 1/2 ".	/ery weak		
nterval Top Anchor Len Bel	low 139.0 4532.0 Weak 1/4" blo surface blow Times: 30, 30	Bottom Between ow at start of at start of fir	0 initial flow peri	End Date/Time iod, building to 2". \	5/20/2011 4:42		
RECOVERY							

0% Oft

Very slight oil cut mud

0

35

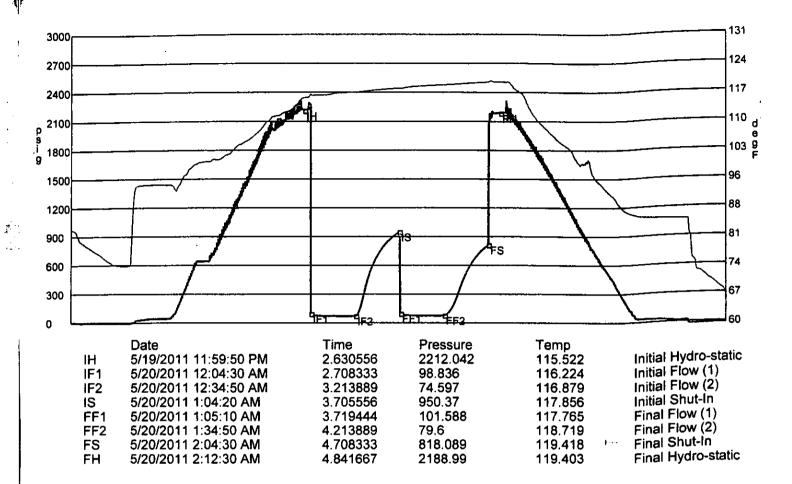
DST Fluids

KANSAS CORPORATION COMMISSION

0% Oft

93% 32.6ft

7% 2.4ft



GAS FLOWS

Min Into IFP Min Into FFP Gas Flows Pressure

Choke



RICKETTS TESTING		(620) 326-5830			ige 1
Company Address CSZ Attn.	Palomino Petroleum, Inc. 4924 SE 84th St. Newton, KS 67114 Nick Gerstner	Lease Name Lease # Legal Desc Section Township County Drilling Cont	MAT Farms-Kraus 1 NE-SE-SE-SE 36 15S Trego Pickerell Drlg. Co. In	Job Ticket Range State	2151 25W KS

Comments

OF MENVIE		, •		Chokes	3/4	Hole Size 7 7/8	
Test # 2		Test Date	5/20/2011	Top Recorder			
Tester	Tim Venters			Mid Recorder			
Test Type	Conventional Bottom Hole Successful Test			Bott Recorder # 13310			
# of Packers	2.0	Packer Siz	e6 3/4	Mileage Standby Time	52 0	Approved By	
Mud Type	Gel Chem			Extra Equipmn	it Jars & Safet	ty joint	
Mud Weight	9.4	Viscosity	63.0	Time on Site	11:40 AM		
Filtrate	7.8	Chlorides	3800	Tool Picked Up	1:05 PM		
				Tool Layed Dw	/n 7:05 PM		
Drill Collar Len	0			•			
Wght Pipe Len	0			Elevation	2545.00	Kelley Bushings 2550.00	
Formation	Mississippian			Start Date/Time 5/20/2011 12:33 PM			
Interval Top	4532.0	Bottom	4550.0	End Date/Time	5/20/2011 7:0	06 PM	
Anchor Len Below 18.0 Between 0							
Total Denth	4550 O						

Total Depth Blow Type

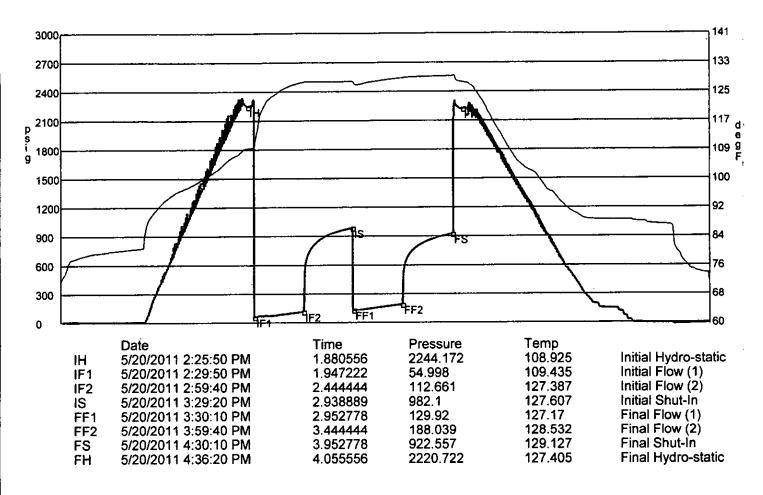
Weak 1/4" blow at start of initial flow period, building, reaching bottom of bucket in 16 1/2 min. Weak 1/4" blow at start of final flow period, building, reaching bottom of bucket in 21 1/2 min. It never did blow water out of bucket

during either flow period. Times: 30, 30, 30, 31.

RECOVERY

Feet	Description	Gas	Oil	Water	Mud
20 65 250 35 30	Mud cut water with a trace of oil Mud cut water Very slight mud cut water Mud cut water Mud	0% Oft 0% Oft 0% Oft 0% Oft 0% Oft	trace 0% Oft 0% Oft 0% Oft 0% Oft	75% 15ft 80% 52ft 97% 242.5ft 63% 22ft 0% 0ft	25% 5ft 20% 13ft 3% 7.5ft 37% 13ft 100%30ft
DST	Fluids 0				

KANSAS CORPORATION COMMISSION



GAS FLOWS

Min Into IFP	Min Into FFP	Gas Flows	Pressure	Choke
MILL HITO IL L	IAIIII IIIIO I I I	<u> </u>	11000010	<u> </u>

KANSAS CORPORATION COMMISSION