

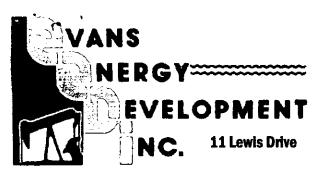
KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

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

| | 003 35030 00 00 |
|--|--|
| OPERATOR: License # 32461 | API No. 15 - 003-25030-00-00 |
| Name: Tailwater, Inc. | Spot Description: |
| Address 1: 6421 Avondale Dr., Ste. 212 | se_sw_ne_sw_Sec. 22 Twp. 20 s. R. 20 Fast West |
| Address 2: | 1485 Feet from North / South Line of Section |
| City: OKC State: OK Zip: 73116 + | 1815 Feet from East / West Line of Section |
| Contact Person: Christian L. Martin | Footages Calculated from Nearest Outside Section Corner: |
| Phone: (405) 810-0900 | □ne □nw □se □sw |
| CONTRACTOR: License # 8509 | County: Anderson |
| Name: Evans Energy Development Inc. | Lease Name: South Kempnich Well #: 27-T |
| Wellsite Geologist: n/a | Field Name: Garnett Shoestring |
| Purchaser: Pacer Energy | Producing Formation: Squirrel |
| Designate Type of Completion: | Elevation: Ground: 954 est Kelly Bushing: n/a |
| ✓ New Well ☐ Re-Entry ☐ Workover | Total Depth: 740' Plug Back Total Depth: n/a |
| ☑ Oil □ wsw □ swb □ slow | Amount of Surface Pipe Set and Cemented at: 22.3 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: 22.3' w/_6 sx cmt. |
| If Workover/Re-entry: Old Well Info as follows: | sx cmi. |
| Operator: | |
| Well Name: | Drilling Fluid Management Plan (Data must be collected from the Reserve Pit) |
| Original Comp. Date: Original Total Depth; | · |
| Deepening Re-perf. Conv. to ENHR Conv. to SWD | Chloride content:ppm Fluid volume: bbls |
| ☐ 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 #: | Quarter Sec. Twp S. R. RECE West |
| GSW Permit #: | County: Permit #:SEP 0 1 2011 |
| 4/26/2011 4/27/11 5/4/11 5/4/11 Completion Date or | OL: 01 20 |
| Spud Date or Date Reached TD Completion Date or Recompletion Date | KCC WICHITA |
| INSTRUCTIONS: An original and two copies of this form shall be filed with Kansas 67202, within 120 days of the spud date, recompletion, workover or or of side two of this form will be held confidential for a period of 12 months if rectality in excess of 12 months). One copy of all wireline logs and geologist we BE ATTACHED. Submit CP-4 form with all plugged wells. Submit CP-111 for | the Kansas Corporation Commission, 130 S. Market - Room 2078, Wichita, conversion of a well. Rule 82-3-130, 82-3-106 and 82-3-107 apply. Information quested in writing and submitted with the form (see rule 82-3-107 for confiden II report shall be attached with this form. ALL CEMENTING TICKETS MUST |
| AFFIDAVIT I am the affiant and I hereby certify that all requirements of the statutes, rules and lations promutgated to regulate the oil and gas industry have been fully complied and the statements herein are complete and correct to the best of my knowledge | with Letter of Confidentiality Received |
| Signature: Mine & Mine | Wireline Log Received |
| Signature: Miller Misler | Geologist Report Received |
| Title: Steed Nigr Date: 8/26/11 | ALT I III Approved by: Date: 9811 |

| Operator Name: Ta | <u>ilwater, Inc.</u> | | Lease Na | me: | South Kem | pnich | _Well #: <u>27</u> | <u>-</u> T | |
|---|--|---|---------------------------------------|--------------------|--------------------|------------------------|--------------------|------------|-------------------------|
| Sec. 22 Twp 20 S. R. 20 East West County: Anderso | | | | | | | | | |
| time tool open and cle | osed, flowing and sha les if gas to surface t | nd base of formations pe ut-in pressures, whether est, along with final chart Il well site report. | shut-in pressu | ге геас | ched static level, | hydrostatic pres | sures, bottom | hole temp | erature, fluid |
| Drill Stem Tests Take | | ☐ Yes ☑ No | | ∠ Lo | og Formatio | n (Top), Depth ar | nd Datum | | Sample |
| Samples Sent to Geo | logical Survey | Yes 🗹 No | | Name Squii | | | Тор | (| Datum |
| Samples Sent to Geological Survey Cores Taken Electric Log Run Electric Log Submitted Electronically (If no, Submit Copy) | | | 1 | • | er's Log atta | ached | | | |
| List All E. Logs Run: Gamma Ray/I | Neutron | | | | | | | | |
| | | CASING Report all strings set | RECORD | Ne | _ | ion, etc. | | | |
| Purpose of String | Size Hole Drilled | Size Casing Set (In O.D.) | Weight Lbs. / F | t | Setting Depth | Type of Cement | # Sacks Used | | and Percent dditives |
| surface | 9 7/8" | 7" | | | 22.3' | Portland | 6 | | · · |
| completion | 5 5/8" | 2 7/8" | | | 725.2' | Portland | 104 | 50/50 | POZ |
| | , | ADDITIONA | L CEMENTING | S/SQU | EEZE RECORD | | | <u>l</u> | |
| Primone: Doubh | | Type of Cement | #Sacks U | sed | | Type and I | Percent Additive | 3 | |
| Shots Per Foot | PERFORAT Specify | ION RECORD - Bridge Plu Footage of Each Interval Pe | gs Set/Type erforated | | | cture, Shot, Cemen | | rd | Depth |
| 2 | 624' - 630' (1 | 3 shots) | | | 75 gal. 15 | 5% HCL | | | |
| | | | · · · · · · · · · · · · · · · · · · · | | 40 sx sar | id - 150 bbl | H2O | | |
| | | · · · · · · · · · · · · · · · · · · · | | | | | | | |
| TUBING RECORD: | Size: 2 7/8" | Set At: 725.2' | Packer At: | | Liner Run: | Yes No | | | |
| Date of First, Resumed 5/4/11 | Production, SWD or El | NHR. Producing Me | nthod: | | Gas Lift 🔲 C | Other (Explain) | | | |
| Estimated Production Per 24 Hours | 0ii 10 | Bbls. Gas | Mcf | Wate | er 8 1/a | bls. | Gas-Oil Ratio | | Gravity |
| DISPOSIT | ON OF GAS: | | METHOD OF C | | - | | PRODUCT | ON INTER | VAL: |
| Vented Sole | d Used on Lease ibmit ACO-18.) | Open Hole : | | Dually Submit / | | nmingled mit ACO-4) | | ·-· | |



Oil & Gas Well Drilling Water Wells Geo-Loop Installation

> Phone: 913-557-9083 Fax: 913-557-9084

Paola, KS 66071

WELL LOG

Tailwater, Inc. South Kempnich #27-T API#15-003-25,030 April 26 - April 27, 2011

| hickness of Strata | <u>Formation</u> | <u>Total</u> | |
|--------------------|------------------|-----------------------------|----------|
| 12 | soil & clay | 12 | |
| 58 | shale | 70 | |
| 23 | lime | 93 | |
| 15 | shale | 108 | |
| 6 | lime | 114 | |
| 49 | shale | 163 | |
| 9 | lime | 172 | |
| 8 | shale | 180 | |
| 34 | lime | 214 | |
| 6 | shale | 220 | |
| 24 | lime | 244 | |
| 4 | shale | 248 | |
| 21 | lime | 269 base of the Kansas City | |
| 158 | shale | 427 | |
| 3 | lime | 430 | |
| 4 | shale | 434 | |
| 10 | lime | 444 | |
| 9 | shale | 453 | |
| 3 | broken sand | 456 | |
| 1 | lime | 457 | |
| 8 | broken sand | 465 | |
| 1 | coal | 466 | |
| 3 | shale | 469 | |
| 14 | broken sand | 483 | |
| 7 | silty shale | 490 RECEIV | ED |
| 31 | shale | 521 | |
| 4 | lime | 525 SEP 0 1 | 2011 |
| 70 | shale | 595 | |
| 2 | lime | 597 KCC WIC | |
| 21 | shale | 618 | LI I I W |
| 1 | lime | 619 | |
| 4 | shale | 623 | |
| 6 | broken sand | 629 | |
| 7 | silty shale | 636 | |
| 11 | shale | 647 | |

| South Kem | pnich | #27-T |
|-----------|-------|-------|
|-----------|-------|-------|

| Page. | 2 |
|-------|---|
|-------|---|

| 2 | lime | 649 |
|----|-------------|--------|
| 13 | shale | 662 |
| 1 | lime | 663 |
| 4 | oil sand | 667 |
| 2 | broken sand | 669 |
| 5 | silty shale | 674 |
| 48 | shale | 722 |
| 12 | grey sand | 734 |
| 3 | broken sand | 737 |
| 3 | shale | 740 TD |

Drilled a 9 7/8" hole to 22.3' Drilled a 5 5/8" hole to 740'

Set 22.3' of 7" surface casing cemented with 6 sacks of cement.

Set 725.2' of 2 7/8" threaded and coupled 8 round upset tubing including 3 centralizers, 1 float shoe, 1 clamp.

RECEIVED
SEP 0 1 2011
KCC WICHITA

| TICKET NUMBER_ | 31893 |
|----------------|---------|
| LOCATION A | awa KS |
| FOREMAN F | ed Made |

| ΡO | Box | 884, | Cha | nute, | KS | 66720 |
|-----|-------------|-------|------|-------|------|-------|
| 620 | -431 | -9210 | or (| 800- | 467- | 8676 |

| | hanute, KS 6672 or 800-467-8676 | | LIEFD LICKE | CEMEN | | JKI | | |
|-----------------|---|--|------------------|--------------|----------------|--------------------------|-----------------------|----------|
| DATE | CUSTOMER# | | WELL NAME & NUME | | SECTION | TOWNSHIP | RANGE | COUNTY |
| 4/27/11 | 7806 | Sa | Kempnich | 277 | NW 22 | 20 | ನಿಂ | AN |
| CUSTOMER | , . | | , | | | incipality in the second | W. Charles and Market | |
| Ta | il waster | In | ·c | <u> </u> | TRUCK# | DRIVER | TRUCK# | DRIVER |
| MAILING ADDRI | ESS | | • |] | 506 | Fred | Sakes | mx |
| 642 | 1 Avino | |) <u>r</u> | | 368 | Ken | KH | |
| CITY | | STATE | ZIP CODE | | 369 | Dorck | DA | |
| Oklaha | ma City | 0 | 11 73116 | | <u>593</u> | Tim | 1810 | |
| JOB TYPE La | msstx Mc | HOLE SIZ | E <u> 6"</u> | HOLE DEPTH | 740 | CASING SIZE & W | /EIGHT | EUE |
| CASING DEPTH | 725 | DRILL PIP | PE | TUBING | | | OTHER | <u> </u> |
| SLURRY WEIGH | HT | SLURRY | VOL | WATER gal/s | k | CEMENT LEFT in | CASING 22 | Plug |
| DISPLACEMENT | т <u> — <i>4</i>.2.(</u> | DISPLAC | EMENT PSI | MIX PSI | | RATE 4BP | m | |
| REMARKS: | Establish | circ | u laxion. O | nix + Pun | 100 100# | Premium | Cal Flush | |
| mi | x + Pump | 10 | 45KS 50/ | 50 Poz | Mix Can | rent 2% | Cel Co | ment |
| 40 | Surface | <u>. </u> | lush pum | 1 + 1x | es clean | Displac | c 24" Ro | bber |
| DIV | | sina | | | L Fresh | water . t | ressure | No |
| 772 | 80# PS1. | 77 | lease oces | Sure | to sex t | lost Val | ue. She | x.4 |
| | م د کمح | | | | | | | |
| | 7 | | | | | | | |
| | | | | | | | | |
| E | ions En | ckdd | Dav. Juc. | | | ful | Made | |
| ACCOUNT CODE | QUANITY | or UNITS | DE | SCRIPTION of | SERVICES or PR | ODUCT | UNIT PRICE | TOTAL |
| 5401 | | / | PUMP CHARG | E | | | | 975- |
| 5406 | | · | MILEAGE 7 | Truck o | n lease | | | NC |
| 5402 | 7 | 2 <u>5</u> | Casin | s foots | 29. | | | N/C |
| 5407 | 12 mini | | Ton | Miles | / | | | 16500 |
| 55020 | 3 | 2hrs | 80 | BBL 1 | lac Truck | | | 1809 |
| | | | | | | | | - |
| | + | | | | | | | |

| ACCOUNT CODE | QUANITY or UNITS | DESCRIPTION of SERVICES or PRODUCT | U | NIT PRICE | TOTAL |
|-----------------|------------------|------------------------------------|-------------|-----------------------|----------|
| 5401 | | PUMP CHARGE | | | 975 |
| 5406 | -0 | MILEAGE Truck on lease | | | NC |
| 5402 | 725 | Casing tootage | | | N/C |
| 5407 | & Minimum | Ton Miles | | | 16500 |
| 55020 | | 80 P.B.L Vac Truck | | | 180 29 |
| | | | | | - Con |
| 1124 | 104 5/45 | 50/50 Par Mix Coment | | | 1086 80 |
| 1118B | 275# | Pramium Gel | DEC | | 55° |
| 4402 | / | 22" Rubberplug | NEC. | EIVED | 282 |
| ļ | | | SEP | 0 1 2011 - | <u> </u> |
| | | up # 240979 | KCG V | VICHITA | |
| | | 24091 | | | |
| | | | | | |
| | | 7.5% | | SALES TAX | 9134 |
| Ravin 3737 | dit | | E | STIMATED TOTAL | 258104 |

AUTHORIZTION TITLE_ DATE

I acknowledge that the payment terms, unless specifically amended in writing on the front of the form or in the customer's account records, at our office, and conditions of service on the back of this form are in effect for services identified on this form.