KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

ORIGINAL Form ACO-October 2000

CONFIDENTIAL

WELL COMPLETION FORM WELL HISTORY - DESCRIPTION OF WELL & LEASE

(Oilli Midat D	o ilhen
19/2	m/1.1
12/0	81 II
, ,	c_{I}
	,

OPERATOR: License # 34225	API No. 15 - 15-167-23596-00-00
Name: Buffalo Resources, LLC	Spot Description:
Address 1: 301 Commerce Street Suite 1380	NW_SW_NE_SE_Sec. 23 Twp. 12 S. R. 15 East 1 West
Address 2:	1,660 Feet from North / South Line of Section
City: Fort Worth State: TX Zip: 761028 CORPORATION CO.	
Address 2:	Footages Calculated from Nearest Outside Section Corner:
Contact Person: _Matthew Flanery Phone: (817) 870-2707	□ne □nw Øse □sw
CONTRACTOR: License # 5929 CONSERVATION DIVIS Name: Duke Drilling Company, Inc Wichita, KS	County: Russell
Name: Duke Drilling Company, Inc WICHITA KS	IOAease Name: Ney Well #: 1-23
Wellsite Geologist: Curtis Covey	Field Name: Elsasser
Purchaser: NCRA DEC 8 2009	Producing Formation: Arbuckle
Designate Type of Completion:	Elevation: Ground: 1,781' Kelly Bushing: 1,789'
New Well Re-Entry	Total Depth: 3,285' Plug Back Total Depth: 3,251'
Oil SWD SIOW	Amount of Surface Pipe Set and Cemented at: 440 Feet
Gas ENHR SIGW	Multiple Stage Cementing Collar Used?
CM (Coal Bed Methane) Temp. Abd.	If yes, show depth set: 874' Feet
Dry Other(Core, WSW, Expl., Cathodic, etc.)	If Alternate II completion, cement circulated from:874
If Workover/Re-entry: Old Well Info as follows:	feet depth to: surface w/ 80 sx cmt.
Operator:	Drilling Fluid Management Plan AJ F NS 12 28 09
Well Name:	(Data must be collected from the Reserve Pit)
Original Comp. Date: Original Total Depth:	Chloride content: 47,000 ppm Fluid volume: 1000 bbls
Deepening Re-perf Conv. to Enhr Conv. to SWD	Dewatering method used: Evaporation
Plug Back: Plug Back Total Depth	Location of fluid disposal if hauled offsite:
Commingled Docket No.:	·
Dual Completion Docket No.:	Operator Name:
Other (SWD or Enhr.?) Docket No.:	Lease Name: License No.:
9/15/09 9/21/09 10/8/09 Spud Date or Date Reached TD Completion Date or	QuarterSecTwpS. R East West
Spud Date or Date Reached TD Completion Date or Recompletion Date	County: Docket No.:
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 copy of side two of this form will be held confidential for a period of 12 months if requirality 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	priversion of a well. Rule 82-3-130, 82-3-106 and 82-3-107 apply. Information uested 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
All requirements of the statutes, rules and regulations promulgated to regulate the are complete and correct to the best of my knowledge.	ne oil and gas industry have been fully complied with and the statements herein
Signature: Daron Pattaron	KCC Office Use ONLY
Title: Production Foreman Date: 12/8/2009	Letter of Confidentiality Received
Subscribed and sworn to before me this	If Denied, Yes Date:
2009.	Wireline Log Received
Notary Public: 1000 1000 1000 1000 1000 1000 1000 10	Geologist Report Received
Date Commission Expires: MOTATY FUELLO CILAKTUA WOODWAND COLLETY WOODWAND COLLETY	UiC Distribution

Operator Name: But	talo Resources, Li	LC	Lease f	Name: _	ley		Well #: 1-2	3		
Sec. 23 Twp. 1			County	Russ	ell				<u> </u>	
time tool open and cl	osed, flowing and shu tes if gas to surface to	nd base of formations per ut-in pressures, whether s est, along with final chart report.	shut-in press	sure reac	thed static leve	l, hydrostatic p	ressures, bottom	hole temp	erature, fluid	
Drill Stem Tests Take (Attach Additional		✓ Yes No		La	og Formati	on (Top), Depti	and Datum	? :	Sample	
Samples Sent to Geo	ological Survey	☑ Yes ☐ No		Name Topel	=		Top 2,679'		Datum 890'	
Cores Taken	\	Yes 🖓 No		Heeb			2,901'		1,112	
Electric Log Run (Submit Copy)		V ✓ Yes □ No		Toron	to		2,919	-	1,130'	
List All E. Logs Run:				Lansi	ng		2,952		1,163'	
•	d Density Neu	tron, Dual Induct	tion,	BKC	dela.		3,203' 3,225'		1,414' 1,436'	
•	, Cement Bond		•	Aibut	AIC .		5,225	_	7,300	
		CASING	RECORD	✓ Ne	w Used					
	Size Hole	Report all strings set-	conductor, su Weig		rmediate, produc Setting	tion, etc.	# Sacks	Type	and Percent	
Purpose of String	Drilled	Set (In O.D.)	Lbs. i		Depth	Cement	Used		Additives	
Surface	12 1/4"	8 5/8"	24		440′	Common 210 3%			CC, 2% gel	
Production	7 7/8*	5 1/2"	17#		3,284'	EA-2	170			
		<u> </u>							· · · · · · · · · · · · · · · · · · ·	
		ADDITIONAL	L CEMENTI	NG / SQU	EEZE RECORI	<u> </u>				
Purpose:	Oepth Top Bottom	Type of Cement	# Sacks	Used	Type and Percent Additives					
Plug Back TD Plug Off Zone						· · · · · · · · · · · · · · · · · · ·				
Shots Per Foot		ION RECORD - Bridge Plug Footage of Each Interval Per				acture, Shot, Cer Amount and Kind o	nent Squeeze Reco	rd	Depth	
4spf	3.234'-3.246'					ns 15% HC				
	CIBP @ 3251'	· · · · · · · · · · · · · · · · · · ·	0				RECEIVED 12014TION COMMIS	SSION	3,251'	
						DE	C 1 1 2009			
							RVATIC. DIVIS	ION		
TUBING RECORD:	Size: 3/8"	Set At: 3,249'	Packer Al	t:	Liner Run:		VICHITA.KS		<u>L</u>	
Date of First, Resumed	Production, SWD or En	hr. Producing Met	_	Flowing	Pump	ing 🔲 Ga	s Lift 🔲 Ou	ner (Explain		
Estimated Production Per 24 Hours	Oil 50	Bbls. Gas None	Mcf	Wate		Bbls.	Gas-Oil Ratio		Gravity 23	
		1	<u> </u>							
	ION OF GAS:	<u> </u>	METHOD OF ▼ Perf. [_	mmhade d	PRODUCTI 3,234' - 3,246'	ON INTER	VAL:	
	d Used on Lease sbmit ACO-18.)	Open Hole Other (Specify)	•	Dually		ommingled				

JOB LO			I WELL HO			SWIFE	Serv	ices, Inc.	DATE 10-5-09 PAGE NO
SUH (No Kesa	ources	well no. و	1-2	3	LEASE	· y	JOB TYPE Purt Caller	TICKET NO. //// 7
CHART NO.	TIME	RATE (BPM)	VOLUME (BBL) (GAL)	PUA	/PS	PRESSUR TUBING		DESCRIPTION OF OPERATION	ON AND MATERIALS
	0810							unlas introd	
								5' x 27' P.C. 6 826'	
								P.C. 6 826'	
	1045							Runthi	
								Lute P.C. 6	
			-						
	1130					. ;	100	Test Cay.	
								· ·	
	_							Open PC	·
	1135	2	و	-		50		Open PC Taking intercho Start Coment Circinatifrais End Coment Istar	ckh. blice
	1138	4	0			200		Start Coneat	
		4	35-			200		circi-ment trais	carist
		41	41/0			200		End Conet Istar	+ Displacemen
	1150	NEIDE	HAL					Comert Displaced	
,e*	C	NEIDE	121						
		DEC O E	Lour					Clare PC	
		W.C					700	Trit Csa	-
	ļ	•				ĺ			KANSAS CORPORIEIVED
								Runsits	RANSAS CORPODATION COMMISSION
	1200	3	0				100	Roverse out	4 1 20-
									CONSERVATION
	1205		12					Hele Clean	CONSERVATION WICHITA, KOVISION
								Hele Clear Worth up Tok	
								/ /	
								80 sks Ce	mest SMD
-						,		circus skat	mest SMD
									/ * * * * * * * * * * * * * * * * * * *
								Think	Vad
							1	•	
								N. D. J.	hF JusuaF
•								, , , , ,	
				<u> </u>			<u> </u>		

ili i ili ili

al in al



And the state of t						**************************************			.,	1	5	, No.	* 1							
CI	A/IF	7	C	HARGE TO:		of lyle		<u> </u>			2007 2007	Mag		TIC	KET					
ADDRESS						Buffish Removes					CANSAS CORPORATION COMM DEC 1 1 2009 CONSERVATION DIVISION				Nº 16167					
CITY, STATE, ZI						ĎĒ.				ပြင်	S COR					OF				
	ices,	Īnc.								\$ \$		'S\ O			1	1				
SERVICE LOCATIONS		WELL/PROJECT NO	#1.7	Z LE	ASE A	Vev	COL	INTY/PARISH	STATE	CITY			UAI	D-4-09	OWN					
Nesch.	.Ke.	TICKET TYPE CO	NTRACT	OR ,		11	RIG	RUSSE//_ NAMENO.	SHIPPED	DELIVERED TO	}			DER NO.		5 1 m c	—			
3.	-	TICKET TYPE CO		911 U	U, /	TEGORY	بر JOB PURPOS		<u> </u>	WELL PERMIT			WEI	LL LOCATION		· · · · · · · · · · · · · · · · · · ·				
(.		011	/	1		ican est	12	++ C. Il.	, <u>, , , , , , , , , , , , , , , , , , </u>											
REFERRAL LOCATION		INVOICE INSTRUCT	IONS			·		•			·					· .				
PRICE REFERENCE		RY REFERENCE/ NUMBER	LOC	ACCOUNTING ACCT	G DF		C	DESCRIPTION		QTY.	U/M	QTY.	U/M	UNIT PRICE		AMOUNT				
* 57 5			1			MILEAGE #/	70			46	21)	i		ح	1	200	20			
576D		•	1					· (Port C.	1/42)		~/	840	′	1100		1100	ال مارار			
290	-		1			D-AIT	<i>J</i> .	-	, p	/	icel			75	20	375	1			
100		<u></u>	1			Milana	T.l	mun		410	100	<u> </u>		*	60	80	20			
105			1		<u> </u>	Post Cil	1/0. Tu	ARestal 1	1 man		ca	ایمسخ		300	("	300				
			<u> </u>		上		 										7			
330			2		_	SMDI	<u> </u>	, f		50	d's	 	_	14			- 3			
276			2	· 		Fleche	<u> </u>	<u> </u>		ي ز	Z				7 -	37	5 4			
			\sqcup					<u>V</u>	· · · · · · · · · · · · · · · · · · ·		<u> </u>				<u> </u>					
-*			-				<u> </u>	<u> </u>				 	\dashv							
581			2		 	Coment	<u> </u>	Per Chi	j d	125	sk.		\rightarrow		20	187	·			
.582			2		 	Dray a	<u>ہ دی ہ</u>	MINIMUA			AGREE	UN- DECIDED	DIS-	250		250	- V 3			
LEGAL TERMS:					4	REMIT	PAYM	ENT TO:	OUR EQUIPMENT		AGREE	DECIDED	AGREE	PAGE TOTA	AL	3710	, ,			
the terms and conditions on the reverse side hereof which include, but are not limited to, PAYMENT, RELEASE, INDEMNITY, and					- 1				WITHOUT BREAK	D AND	+	+-		<u> </u>						
LIMITED WARR	•					SWIFT	SERVI	CES, INC.	OUR SERVICE W	AS	+	 								
MUST BE SIGNED BY CL START OF WORK OR DE			OR TO				O. BOX	•	WE OPERATED TO AND PERFORME CALCULATIONS					TAX	1		196			
x Daver	γ Pott	ason						S 67560	SATISFACTORILY	/ ?			<u> </u>							
DATE SIGNED	- 100-	TIME SIGNED		□ AM.	\dashv	14200 (OI 1, 10	01000	ARE YOU SATISF	TED WITH OUR		I NO			1					

TIME SIGNED □ P.M. 1215

785-798-2300

TOTAL ☐ CUSTOMER DID NOT WISH TO RESPOND

CUSTOMER ACCEPTANCE OF MATERIALS AND SERVICES The customer hereby acknowledges receipt of the materials and services listed on this ticket

SWIFT OPERATOR

10-5-04

APPROVAL

Thank You!

		` '							≥						
CI	MIFT	C	HARGE TO:	?	Mila Roser		-		OISSII		₹	TICI	KET		
		^	DDRESS	ا ب (10. Perous				WSAS CORPORATION COMMISSION	2009	CHITA, KS	Nº	16	125	
Serv	ices, Inc.	<u>ic</u>	ITY, STATE, 2	DP CO	DE				PECE PORT	11	F F	PAG	E- 1	OF 1	
ERVICE LOCATIONS	WELL/PROJECT N		LEA	SE N		COUNTY/PARISH	STATE	CITY	SASCO	DEC	₹ DAT	7-21-09	owi	NER NG AT C	
	TICKET TYPE CO	ONTRACT		£.,	•	RIG NAME/NO.		IDELIVERED T	Œ.	_ 8	ORE	DER NO.			
<u> </u>	WELL TYPE		WE	LL CAT	EGORY JOB PU	RPOSE		WELL PERMIT	NO.			LL LOCATION	2.	- / j w	
EFERRAL LOCATION	INVOICE INSTRUC	TIONS	<u></u>										_		
PRICE REFERENCE	SECONDARY REFERENCE/ PART NUMBER	LOC	ACCOUNTING	DF		DESCRIPTION		QTY.	U/M	QTY.	U/M	UNIT PRICE		AMOUNT	
515		1			MILEAGE			40	m 1			5	ွဲ	200	2
51/8		1			Puno Service			/	er,			14a	ري	1400	
407	<u></u>	1		_	Insert Float S			/	Ar.	5%	<i>.</i> .	275	ادَّہ		🚅
466		,		<u> </u>	Later down Plu	g + Baffle		1	PCI	#1			ردا	- 25.70	<u>دي</u> —
407		1			Centralizers		<u>.</u>	10	Per	••		<u>_</u>	- CC		<u> </u>
403		1			BOSKET				Fr	1 -	<u> </u>	150	_		<u>0</u> 2
404		1			Port Colliar	<u>- </u>		1	Pc.	••		1910	ن ان		22
251	<u> </u>	1		_	Mud Flush	N. FIZ. 20 50 50 50 50 50 50 50 50 50 50 50 50 50		500	<u> </u>		 		٣	500	
301		- 1			KCL			2	<u>4.1</u>			フ、	1	ٽ ح	-
									 				<u> </u>	·.	<u> </u>
		 			200	Continuo Qu	<u> </u>		+				 	3,70	65
	Customer hereby acknowled	=	-		REMIT PAY	<u>-</u>	SUR OUR EQUIPMENT		AGR	DECIDED	DIS- AGREE	PAGE TOT	'AL	9,170	68
	ditions on the reverse side her I to, PAYMENT, RELEASE,				IVEIAIL I VI	INILITY 10.	WITHOUT BREAK	DOWN?			-	 		77	<u> </u>
LIMITED WARR		IIYDLIN	MIII, and	'	CWIET CED	VICES INC	MET YOUR NEED OUR SERVICE W	S?	_		-	-			i
JUST BE SIGNED BY CU START OF WORK OR DE	STOMER OR CUSTOMER'S AGENT PE	RIOR TO			SWIFT SER P.O. BO	·	PERFORMED WI WE OPERATED T AND PERFORME CALCULATIONS			+		TAX			
Day	Pollero _					', KS 67560	CALCULATIONS SATISFACTORILY ARE YOU SATISF	<i>(</i> ?		?		-			<u> </u>
DATE SIGNED TIME SIGNED AM.					785-798-2300				YES NO				TOTAL		

CUSTOMER ACCEPTANCE OF MATERIALS AND SERVICES The customer hereby acknowledges receipt of the materials and services listed on this ticket

SWIFT OPERATOR / B. La Fre

APPROVAL

Thank You!



TICKET CONTINUATION

TICKET

No. 16175

PO Box 466 Ness City, KS 67560 CUSTOMER ROSE VICES WELL N (4 " 1-93 Off: 785-798-2300

Service	i. Trea	Ness City, KS Off: 785-79		<u>.</u>	CUSTOMER Reservers	WELL N C	11 p	93	•	DATE -21-09	>	PAGE OF	,
EDIERE EDIEREREI	EREPER VINGOSES REGILLIN VIAS	ios (se. ie	WE	Desgription			ON.	-	CCC) Frigs		THE MAN	
325		<i>f</i> .			Standard Cenent	200				11	20		กัก
254		//			Calseal	1000		10	51	30	ಉ	300	90
253		1			Salt	1000	٦				15	730	នភ
285		,			CFR-I	94	2.5			4		376	ରହ ୍ମ
276		,			Flowle	50	31				20	75	ख्य ।
250		1			D Air	2	90,1			. 35	卿	70	<u> </u>
							ļ		-				! ├── ं
					<u> </u>							<u></u>	<u> </u>
			-				1				\sqcup		
<u> </u>			\longrightarrow			ļ	1	NCISSIM		- 3			<u> </u>
			\longrightarrow				<u> </u>	WWISS	9	CONSERVATION DIVISION WICHITA, KS			
						ļ <u>.</u>	1	<u> </u>	þnn	25. 25. 25.	\vdash		
-			\longrightarrow			ļ. 	<u>i </u>	RECEIVED BPOBATION COM	,	H H	\sqcup		<u> </u>
		\longrightarrow				<u> </u>		## ##	<u></u>	SER!			1 3 1 4
						 	<u> </u>	SAS CO		N 8	<u> </u>	•	-
				<u>- ' </u>		 	┞	KANS					
		-+			,	 	<u> </u>				├─┼		-
						<u> </u>	<u> </u>			•	\vdash		
		++	\dashv		82300	 	<u> </u>			_	\vdash	-	-
я					(10 8 2 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5	<u> </u>			_				
				-	日の日	 	!			<u> </u>			
			-++		G G	 	<u> </u>				\vdash		-
		++	-+		(3	 	 				\vdash		<u> </u>
		- 	+		SERVICE CHARGE	CUBIC FEET	<u> </u>	<i>i</i>			50	300	<u>.</u>
S:1 _ 	 ·				CASAGE TOTAL WEIGHT LOADED MILES 40	TON MILES	419.	12	-	,	سي	419	68
					CHARGE 20 FAF 40	<u> </u>	11 11	-				7/7	<u> </u>

CONTRUCTIONS

3490.6

QUALITY OILWELL CEMENTING, INC.

Phone 785-483-2025 Cell 785-324-1041 Home Office P.O. Box 32 Russell, KS 67665

ام چې د د نانه

Cell 705-524-1041								, 4
Date 604-1509	Sec.	Twp.	Range	(County	State	On Location	Finish W. SOAM
Lease Ney	w	ell No.	-23	Location	PHILLSSE	14 10 Car	you Rel &.	EN IV
Contractor	en	119	Ri &	<u> </u>	Owner	1/11/1	/ /	
Type Job Surface					To Quality Oi	lwell Cementing, Inc. by requested to rent	cementing equipment	and furnish
Hole Size 12 1/2	./	T.D.	452		cementer and	d helper to assist owr	er or contractor to do	work as listed.
Csg. 85	/	Depth	440		Charge To	Suffalo R	FSOLESCI	
Tbg. Size		Depth	,		Street			·
Tool		Depth			City		State	
Cement Left in Csg.	10"	Shoe J	oint		The above wa	s done to satisfaction a	nd supervision of owner	agent or contractor.
Meas Line		Displac	23/2 6	BL-		С	MENT	
	EQUIPM	ENT	- 41		Amount Orde	ered 210 Corr	3%cc 2/09	LE?
Pumptrk No. Cemen Helper			ZSTAILE		Common			
Bulktrk 4 No. Driver			Kocky		Poz. Mix			
Bulktrk OV No. Driver			Dane		Gel.			
JOB SER	VICES &	& REMA	RKS	a process	Calcium			
Remarks:			_		Hulls			
Ray HA	Ch	Too	prt		Salt			
1 st 00/1	10/				Flowseal			
	•	•					Ka.	
Cent's o	1	1,3	-3				SAS C	RECEIVED RAPON COMMISSION
							Dr	ORANON CON
	. /	1 .			Handling		00	11 2009
PONPIE	-//	1/			Mileage		CONSESSION	2009
			· · · · · · · · · · · · · · · · · · ·				WICH	A DIVIO
						FLOAT EQUIPM	ENT	1 2009
	······································	/			Guide Shoe	With the William Control of the Cont		
7/4	21/8	10			Centralizer	38/2		
1116	CAN				Baskets			
	*****	. 			AFU Inserts	18/6		
		; •			1.	edeal Dly	4	
	'**	· ····································			/		/	
		•						
		,				·		
			············		Pumptrk Cha	arge		
				1	Mileage			
				<u>.</u>			Tax	
							Discount	
Signature OMAN	0	\leq					Total Charge	

GENERAL TERMS AND CONDITIONS

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. Notwith-standing 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.