SIDE ONE

STATE COMPORATION CONNISSION OF KANSAS	MI NO. 15- 101-21,549-60-00 AUG 2 5 1992
OIL & GAS CONSERVATION DIVISION WELL COMPLETION FORM ACO-1 WELL HISTORY DESCRIPTION OF WELL AND LEASE	NE NE NW sec. 30 THP. 17-S Rge. 30 X West
Operator: License #3988	4950' Ft. North from Southeast Corner of Section
Name: SLAWSON EXPLORATION COMPANY, INC.	2970' Ft. West from Southeast Corner of Section
Address 104 S. Broadway, Suite 200	(NOTE: Locate well in section plat below.)  Lease Name RAMSEY "Z" Well # 1
City/State/Zip Wichita, Kansas 67202-416	Field Name Wildcat
Purchaser:	Producing formation 2001
Operator Contact Person: Steve Slawson	Elevation: Ground 2895' KB 2900'
Phone (800) 333-5493	Total Depth 4588* PBTD
Contractor: Name: L. D. Drilling, Inc.	5280 4950 4620
License: 6039	HEIVED 1290
Wellsite Geologist: STATE CORPO	R(************************************
Designate Type of Completion New Well Re-Entry Workover JUL	1 9 1990
Oil SWD Temp. Abd CONSER  Cas Inj Delayed Comp. Wid  X Dry Other (Core, Water Supply, etc.	NATION DIVISION  Thata. Kansas  The control of the
If OWNO: old well info as follows: Operator:	23 23 25 25 25 25 25 25 A IT DOFF
Well Name:	Amount of Surface Pipe Set and Cemented at 345 Fee
Comp. DateOld Total Depth	Multiple Stage Comenting Collar Used? Yes XX
Drilling Method: X Mud Rotary Air Rotary Cable	If yes, show depth set Fe
6-14-90 6-25-90	If Alternate II completion, cement circulated from NA
Spud Date Date Reached TD Completion Date	feet depth to w/sx cm
writing and submitted with the form. See rule 82- wireline logs and dritters time log shall be attached wit form with all plugged wells. Submit CP-111 form with conversion of a well requires filing of ACO-2 within 120	ys of the spud date of any well. Rule 82-3-130, 82-3-107 and be held confidential for a period of 12 months if requested i 3-107 for confidentiality in excess of 12 months. One copy of all this form. ALL CEMENTING TICKETS HUST BE ATTACHED. Submit CP- all temporarily abandoned wells. Any recompletion, workover of days from commencement date of such work.
with and the statements herein are complete and correct to	indigated to regulate the oil and gas industry have been fully complicate the best of my knowledge.  K.C.C. OFFICE USE CHLY
5 6 2/3 14 3 3	7-6-90  f Letter of Confidentiality Attached C Wireline Log Received C Prillers Timelog Received
Subscribed and sworm to before me this 6th day of June 19 90 Achiens	KCC SWD/Kep NCPA  KGS Plug Other
The state of the s	(Specify)

## CONFIDENTIAL

OUT 3012

pa 16	nimmo⊃ ∐ b	Dually Complete	Oration	Hole Deerf		Nsed on Lease	A Timodu	Vented Sold (1f vented, su
vasini noitabb		•		THOO OF COMPLET				:sea to noitisoqsi(
Gravity	Ratio	Jio-sea	er Bbls.	Jaw ToM	seg salo	18 J.O	U	Estimated Production Per 24 Hours
·		Other (Explain)	Til seg	eniqmu9	bod [[lowing	Producing Met	noita	Date of First Produ
	ON	□ səλ □	nuM nanil	Packer At	JA 198		əzis	TUBING RECORD
ze Record	Cement Squee al Used)	Fracture, Shot, d Kind of Materi	,biaA ns inomA)	beterofre	OD Each Interval P	FORATION RECO	Specif	Shots Per Foot
	_							
% ge], 3%	2 061	иттоЧ 04-05	345	. 20	8/9-	8 7/1-2	Ī	Surface
s and Percent Additives	h Sacks Tyl	Type of Cement	Setting Depth	Weight Lbs./Ft.	ze Casing (.0.0 nl) je		esi2	Unints to esoqu
SevitibbA	# 29cks LN	1 1	Setting	cor, surface, in	enized ez	Hole S	əzis	Urpose of String
SevitibbA	# 29cks LN	Type of	,esteinediate, gnitte?	cor, surface, in	ngs set-conduct	Hole S	əzis	urpose of String
SevitibbA	# 29cks LN	Type of	,esteinediate, gnitte?	Height	ngs set-conduct	Hole S	əzis	urpose of String
səvijibbA	# 29cks LN	Type of	,esteinediate, gnitte?	Height	ngs set-conduct	Hole S	əzis	urpose of String
səvijibbA	# 29cks LN	Type of	,esteinediate, gnitte?	Height	ZASING RECORD	S SHUT STL	əzis	(Submit Copy.)
SevitibbA	# 29cks LN	production, etc.	,esteinediate, gnitte?	Seriant	TE CASING RECORD	S S S S S S S S S S S S S S S S S S S	əzis	ctric Log Run (Submit Copy.)
səvijibbA	# 29cks LN	production, etc.	sed ntermediate,	Height	TE CESING  CASING RECORD  CASING RECORD  SS	MANUE ST.	eziz	es Taken ctric Log Run (Submit Copy.)
səvijibbA	# Sacks TY	top  Production, etc.	sed attach	Seriant	TE CESING  CASING RECORD  CASING RECORD  SS	Those Strains	ical Su	ples Sent to Geolog es Taken ctric Log Run (Submit Copy.)
SevitibbA	Bottom Bottom	ed production, etc.	ed attach	Seriant	ZE CSSING SS	Those Strains	Sheets Su	es Taken ctric Log Run (Submit Copy.)
ch extra sheet	greer. Arta prion ample Bortom	to surface during  Formation Descrip  Log  Top  ed	sed if gas ntermediate,	Wery, and flow ton, surface, in	ze Casing and cure, fluid reco	Sch copy of l	Sheets.	rostatic poessinest (1 Stem Tests Taken (Attach Additional ples Sent to Geolog es Taken ctric Log Run (Submit Copy.)
ch extra sheer	greer. Arta prion ample Bortom	Formetion Descrip	sed if gas ntermediate,	Wery, and flow ton, surface, in	ze of formations cot, flowing and cure, fluid reco cog.  CASING RECORD cog.  No compare conduct conduct compare compar	Sch copy of l	Sheets.	(Attach Additional ples Sent to Geolog es Taken ctric Log Run (Submit Copy.)

ATTACHMENT TO ACO-1 Slawson Exploration Co., Inc. Ramsey "Z" #1

Sec. 30-17S-30W Lane County, Kansas API #15-101-21,549-00-00 CONFIDENTIAL

RELEASED

AUG 2 5 1992

FROM CONFIDENTIAL

#### DRILL STEM TESTS TAKEN:

3.14. ª

DST #1		DST #2	DST #3	
<del>3938-6</del> 4'		4003-20'	3992-402	0'
30-45-45-60	)	Anchor slid 10' to	30-45-45	-60
Weak blow	inc to fair	bottom.	IHP	1900#
IHP	1977#		IFP	110 - 338#
IFP	78 - 80#	Test Invalid	ISIP	1048#
ISIP	1090#	Rec. 40' mud w/show	FFP	440 - 780#
FFP	112 - 120#	of oil.	FSIP	1040#
FSIP	1082#		FHP	1976#
FHP	1969#		BHT	123°
BHT	110°			

Rec 90' GIP, 9' clean gassy oil (10% gas, 90% oil, 28° Gv @ 60°) 120' GMCO (10% gas, 10% mud, 80% oil) Rec 1800' gassy wtr w/show of oil.

DST #4 4004-4020' 30-45-45-60	,
Wk blow to	curfaco
WK DIOW CO	
IFP	22 - 24#
ISIP	1012#
FFP	27 - 29#
FSIP	996#
HP	1193 - 1980#
BHT	113°

Rec 10' free oil (36° API), 45' HOCM (25% oil, 75% mud)

DST	#5	
4095	5-4	122'
30-4	15-	20-20

IFP	20 - 22#
ISIP	1100#
FFP	28 <b>-</b> 30#
FSIP	1070#
HP	2014 - 2001#
BHT	118°

Rec 5' free oil, 25' muddy oil.

RECEIVED
STATE CORPORATION COMMISSION

JUL 1 9 1990

CONSERVATION DIVISION Wichita, Kansas

DST #6 4157-4191' 30-45-45-60

ISIP 1066# FSIP 1041# IFP 46 - 49# FFP 82 - 92# HP 2054 - 2041# BHT 120°F

Rec 90' GIP, 90' clean gassy oil (37° API) 60' gassy muddy oil (10% gas, 30% mud, 60% oil) 60' OWEM (10% oil, 20% wtr @ 24000 ppm Chls, 70% mud)

## CONFIDENTIAL

ATTACHMENT TO ACO-1 Page 2

RELEASED

Slawson Exploration Co., Inc.

Ramsey "Z" #1 Sec. 30-17S-30W

AUG 2 5 1992

Lane County, Kansas

API #15-101-21,549-00-0 FROM CONFIDENTIAL

DRILL STEM TESTS TAKEN: (cont'd)

DST #7		DST #8		DST #9	
4195-4213' 30-45-45-60 6' flow thr ISIP FSIP IFP		4283-4304' 30-45-20-20 Weak blow t ISIP IFP FFP		4325-65' 30-45-45-60 4" blow off bt strong through ISIP IFP	
FFP	64 - 92#	FSIP	938#	FFP	462 - 780#
HP	2082 - 2054#	HP	2118 - 2086#	FSIP	1070#
ВНТ	128°	ВНТ	121°F	HP BHT	2207-2196# 134°F
Rec 260' sulfur wtr (33000 ppm Chls)		Rec 20' drl	g mud	Rec 1600' sulf	

Rec 1600' sulfur wtr (25000 ppm Chls)

#### DST #10

4385-4534' 30-20-20-20

Weak blow that died

ISIP

548#

IFP

52 - 52# '

FFP

54 - 100#

**FSIP** 

HP

382#

BHT

2197 - 2180#

128°F

RECEIVED
STATE CORPORATION COMMISSION

JUL 1 9 19901

CONSERVATION DIVISION Wichita, Kansas

Rec 15' drlg mud.

#### LOG TOPS:

ANHY	2256 '	+ 644'	BKC	4284'	-1384'
B/ANHY	2275'	+ 625'	MARM	43251	-1425'
WAB	3502 '	- 602'	ALTA "B"	4360'	-1460'
HOW	3611'	- 711'	FS	4456'	-1556'
TOP	3655'	- 755'	L CHER	4477'	-1577'
HEEB	3886'	- 9861	JZ	4518'	-1618'
LANS	3925'	-1025'	MISS	4547 '	-1647'
MUN CR	4099 '	-1199'	LTD	4592	-1692
STK	4108'	-1298'			

15-101-21549-00-00

RELEASED

AUG 2 5 1992

#### DRILLER'S WELL LOG

### FROM CONFIDENTIAL

0 - 347 Surface 347 - 825 Clay & shale 825 - 1760 Clay & Sand Streaks

1670 - 2171 Shale & Sand

2171 - 2430 Shale W/sand streaks

2430 - 2780 Shale W/lime streaks

2780 - 4122 Lime & Shale

4122 - 4169 Lime

4169 - 4588 Lime & Shale

R.T.D. 4588

, 4

COMMENCED: 6-14-90 COMPLETED: 6-25-90 Slawson Exploration Company, Inc. RAMSEY "Z" #1

NE NE NW Sec. 30-17S-30W

Lane County, Kansas

ELEVATION: 2895 GR 2900 KB

FORMATION DATA: (Sample) 4279 (-1379) B K/C 4321 (-1421) Marmaton 4334 (-1434)

Alta. "A"
Alta. "B" 4356 (-1456) 4456 (-1556) Ft. Scott

L. Cherokee 4477 (-1577) Johnson 4515 (-1615)

Miss 4538 (-1638)

#### SURFACE CASING:

8 5/8" set @ 345' W/190 sx 60/40 Pozmix, 2% Ge1, 3% CC

RECEIVED STATE CORPORATION COMMISSION

JUL 1 9 1990,

CONSERVATION DIVISION Wichita, Kansas

#### A-F F I D A V I T

STATE OF KANSAS ),

COUNTY OF BARTON)

GREG DAVIDSON of lawful age, does swear and state that the facts and statements herein are true and correct to the best of his knowledge.

Greg Davidson

Subscribed and sworn to before me this 29th day of June, 1990.

NOTARY PUBLIC - State of Kansas 1 BESSIE M. DeWERF

My Commission expires: 5-20-93

Notary Public: Bessie M. DeWerff

### Phone 913-483-2627, Russell, Kansas $\mathbb{R} \mathbb{R} \mathbb{R} \mathbb{R}$ Phone 316-793-5861, Great Bend, Kansas

AUG 2 5 1992

Phone Plainville 913-434-2812 Phone Ness City 913-798-3843

8013

# ALLIED CEMENTING GO., INC. Nº

New	, н	ome Office	P. O. Box 31			Kussell, Kansas 67665		
71110	Sec.	Twp.	Range	C	alled Out	On Location	Job Start	Finish
Date 6.25.90	30	17	30	4/:	15 PM	7:00 FM	7:30	M (EO)
Lease Famary Z	1		1		mina 2		County	State
Contractor	Dullin	a	Location	TV (U)	Owner	VA	- wre	1 / \.
Type Job Fotony		ý .			To Allied C	Cementing Co., Inc.		
Hole Size 77/8	1 xue	T.D. 4	(588°		You are her cementer an	reby requested to rent ce d helper to assist owner	menting equipment and or contractor to do	d furnish work as listed-
Csg.		Depth			Charge X	<del>7.1</del>	71.	
•				*******	To Z	awson Ex	vation	
Tbg. Size		Depth		<del></del>	Street		-	
Drill Pipe 4/2 XF	<u> </u>	Depth_	<u> </u>		City		State	
Tool		Depth			The above w	as done to satisfaction as	ad supervision of own	er agent or
Cement Left in Csg.		Shoe Jo	int		Purchase Ord	ler No.	<del></del>	
Press Max.		Minimu	m		x/S	5000	162501	·
Meas Line		Displace				C	MENT	
Perf.								······
					Amount Ordered	15 60/40 671	gel "1" Alox	valanax.
Tess	EQUIPMI	ENT			Consisting of		1	,
No. (	Cementer		<del></del>		Common			
Pumptrk / 5 × I	Helper				Poz. Mix	·		
	Cementer 7.	D.			Gel.	· · · · · · · · · · · · · · · · · · ·		
Pumptrk I	Helper BI	LL			Chloride Quickset	· •••		
*// / O  —		WY.						
	Driver				-		Sales Tax	
					Handling			
DEPTH of Job								
Reference:	- t-6 a	//			Mileage		<del></del>	
7 (0)	MD MAG C	range			-		Sub Total	
911	Veage	1 0	<del></del>		-			
1 85/	x xuy ho	le poli	19		-		Total	
	0		Total		Floating Eq	uipment	-	
							الم مواد المواد	
Remarks: 10 50 Ax 2280			REGENTED STATE CORPORATION COMMISSION					
	DAX -1							90.
. 310 2/1	) M/ - 7	20	· · · · · · · · · · · · · · · · · · ·				406	
4/# 5	10x 7	75		, ,	-		ÇONSERVATION D Wichita, Kan	<del>IVISIQN</del> saş
11	) AN - 211	<u>・/ ン</u> つ '	1	hank		4 20	And tures seem	
	AA 77	-180 E		$ u^{\delta U} $	•			

#### **GENERAL TERMS AND CONDITIONS**

C DEFINITIONS: In these terms and conditions, "Allied" shall mean Allied Cementing Co., 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 "ALLIED" 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 "ALLIED," refunded directly to "CUSTOMER." For purposes of this paragraph, ALLIED 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 terms of this Contract, the prevailing party shall be entitled to recover all expenses, including, but not limited

to, a reasonable sum as and for attorney's fees.

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

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

-DEADHAUL CHARGES: Unless otherwise specified on the front of this Contract, a deadhaul charge as set forth in ALLIED'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. ALLIED carries public liability and property damage insurance, but since there are so many uncertain and unknown conditions beyond ALLIED'S control, ALLIED 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 ALLIED, 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 ALLIED'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 ALLIED or its employees.
- 2. With respect to any of ALLIED'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 ALLIED at the landing, CUSTOMER shall either recover the lost item without cost to ALLIED or reimburse ALLIED the current replacement cost of the item unless the loss or damage results from the sole negligence of ALLIED or its

3. ALLIED 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. ALLIED 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. ALLIED'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 ALLIED to be defective. THIS IS THE SOLE WARRANTY OF ALLIED 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 ALLIED 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 construed as a warranty by ALLIED 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 ALLIED or any interpretation of tests, meter readings, chart information, analysis of research, or recommendations made by ALLIED, unless the inaccuracy or incorrectness is caused by the wilful misconduct or gross negligence of ALLIED or its employees in the preparation or furnishing of such facts, information or data.

(C) Work done by ALLIED shall be under the direct supervision and control of the CUSTOMER or his agent and ALLIED will accom-

plish the job as an independent contractor and not as an employee or agent of the CUSTOMER.

Phone 316-793-5861, Great Bend, Kansas R G NAL

RELEASED

Phone Plainville 913-434-2812

Phone Ness City 913-798-3843

NG CO PINC. NO **ALLIED CEMENTII** 

8006

. M	H	ome Office I	P. O. Box 31	FHC	Russell, Kansas 67665		
New	Sec.	Twp.	Range	Called Out	On Location	Job Start	Finish
Date 6 - 14.90	30	17	30	3:00FM	4:30 TM	5:45,M	6:15 PM
Lease 1 7 mae		1	<del></del>	on Manning 21/2 East Lane			State
Contractor A	9. Drilling	<i></i>		1 1/	Luisser	10007	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
Type Job			one to a second of the second	To Allied	Cementing Co., Inc.	<del>-</del> - <del>-</del>	
	ruce		1144	You are becomenter a	ereby requested to rent co and helper to assist owner	ementing equipment and r or contractor to do w	furnish ork as listed.
Hole Size /2	· <u>/</u>	T.D. 3				•	
Csg. 85/8	<del></del>	Depth 3	345	Charge To	Vauson Ex	Juntion	
Tbg. Size		Depth		Street	1		
Drill Pipe		Depth		City		State	
Tool		Depth		The above	was done to satisfaction a		agent or
Cement Left in Cs	s. 15	Shoe Joi	int	contractor.		,	
Press Max.		Minimun		Purchase O		<del></del>	
		·	V21.5	<u>x</u>	Joh Pipp	·	<del></del>
Meas Line MO.		Displace	<u> </u>	· · · · ·		EMENT	
Perf.	-		(	-Amount Ordered	140 M 60/40	201.00 20	
	EQUIPMI	ent		i		2 10 yes 5 10	<u> </u>
Mess No	o. Cementer			Consisting Common	of		
Pumptrk 158	Helper		<del></del>	Poz. Mix			
No.		111	· · · · · · · · · · · · · · · · · · ·	Gel.			
Pumptrk		2).		Chloride		1	
	Driver Si			Quickset			
Bulktrk /O/					· · · · · · · · · · · · · · · · · · ·	6.1 5	
Bulktrk	Driver		······································			Sales Tax	· · · · · · · · · · · · · · · · · · ·
DIDETT AT-L		<del>'</del>	,	Handling			<del> </del>
Reference:	-2- 4/1	į.	<u> </u>	Mileage			
	Hump tok 4	range_			•	Sub Total	
	Miliane		<del></del>				·
	TWP	- Cub	Total		•	Total	
			Tax	Floating E	Equipment .		
			Total			AEGEL	AED COMMESSION
Remarks:	Coment Si		urate.			STATE CORPORATI	THE CONTRACTOR
		•	mer than de 1		· · · · · · · · · · · · · · · · · · ·	ר אַטע ליי	<del>g 1990</del>
	5 (Het Frag		· ·	·			TION DIVISION
	**************************************					CONSERVA Wichit	a. Kansas
	ž. 3						
		- I ham	R MAS			<u>f</u>	

. 🏂

#### GENERAL TERMS AND CONDITIONS

DEFINITIONS: In these terms and conditions, "Allied" shall mean Allied Cementing Co., 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 "ALLIED" 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 "ALLIED," refunded directly to "CUSTOMER." For purposes of this paragraph, ALLIED 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 terms of this Contract, the prevailing party shall be entitled to recover all expenses, including, but not limited

to, a reasonable sum as and for attorney's fees.

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

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

-DEADHAUL CHARGES: Unless otherwise specified on the front of this Contract, a deadhaul charge as set forth in ALLIED'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. ALLIED carries public liability and property damage insurance, but since there are so many uncertain and unknown conditions beyond ALLIED'S control, ALLIED 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 ALLIED, 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 ALLIED'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 ALLIED or its employees.
- 2. With respect to any of ALLIED'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 ALLIED at the landing, CUSTOMER shall either recover the lost item without cost to ALLIED or reimburse ALLIED the current replacement cost of the item unless the loss or damage results from the sole negligence of ALLIED or its employees.
- 3. ALLIED 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. ALLIED warrants all merchandise manufactured or furnished by it to be free from defects in material and work-manship under normal use and service when installed, and used, and/or serviced in the manner provided and intended. ALLIED'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 ALLIED to be defective. THIS IS THE SOLE WARRANTY OF ALLIED 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 ALLIED 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 construed as a warranty by ALLIED 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 ALLIED or any interpretation of tests, meter readings, chart information, analysis of research, or recommendations made by ALLIED, unless the inaccuracy or incorrectness is caused by the wilful misconduct or gross negligence of ALLIED or its employees in the preparation or furnishing of such facts, information or data.

(C) Work done by ALLIED shall be under the direct supervision and control of the CUSTOMER or his agent and ALLIED will accom-

plish the job as an independent contractor and not as an employee or agent of the CUSTOMER.