

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1094103

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 # 32710 | | | API No. 15 - 15-207-28140-00-00 | |
|--|------------------|---|--|---------------------------------------|
| Name: Laymon Oil II, LLC | | | Spot Description: | |
| Address 1: 1998 SQUIRREL R | D | | SE_SE_NW_SE_Sec 17 Twp 24 | S. R. 16 |
| Address 2: | | | Feet from No. | orth / 🗹 South Line of Section |
| City: NEOSHO FALLS SI | ate: KS Zip: | 66758 + 7124 | 1485 Feet from 🗹 Ea | ast / West Line of Section |
| Contact Person: Michael Laym | on | | Footages Calculated from Nearest Outside | Section Corner: |
| Phone: (620) 963-2495 | | | □NE □NW ØSE □ | sw |
| CONTRACTOR: License #_327 | 10 | | County: Woodson | |
| Name: Laymon Oil II, LLC | | | Lease Name: Shepard | Well #: 36-12 |
| Wellsite Geologist: none | | | | |
| Purchaser: | | | Producing Formation: Squirrel | ···· |
| Designate Type of Completion: | | | Elevation: Ground: 1083 Kelly | y Bushing: 1088 |
| ✓ New Well Re | -Entry | Workover | Total Depth: 1120 Plug Back Total De | epth: |
| | □ swp | ☐ slow | Amount of Surface Pipe Set and Cemented | d at: 40 Feet |
| ☐ Gas ☐ D&A | ☐ ENHR | ☐ sigw | Multiple Stage Cementing Collar Used? | |
| □ og | ☐ gsw | Temp. Abd. | If yes, show depth set: | · - |
| CM (Coal Bed Methane) | | | If Alternate II completion, cement circulated | |
| Cathodic Other (Core | э, Expl., etc.): | | feet depth to: 40 w/_w/ | |
| If Workover/Re-entry: Old Well In | fo as follows: | | William William | SA CITIL |
| Operator: | | | | |
| Well Name: | | | Drilling Fluid Management Plan (Data must be collected from the Reserve Pit) | |
| Original Comp. Date: | Original Tota | Il Depth: | Chloride content: 0 ppm Flu | 90 |
| Deepening Re-perf | . Conv. to El | NHR Conv. to SWD | | uid volume: bbis |
| | Conv. to G | sw | Dewatering method used: Evaporated | · · · · · · · · · · · · · · · · · · · |
| Plug Back: | Plug I | Back Total Depth | Location of fluid disposal if hauled offsite: | |
| Commingled | Permit #: | | Operator Name: | |
| Dual Completion | Permit #: | | Lease Name: Liu | |
| ☐ SWD | Permit #: | <u> </u> | QuarterSecTwpS | |
| ☐ ENHR | | | County: Permit # | |
| GSW | Permit #: | | Permit # | ··· |
| 08/23/2012 08/26/2 | | 08/27/2012 | | |
| Spud Date or Date Rea Recompletion Date | | Completion Date or Recompletion Date | | |

AFFIDAVIT

I am the affiant and I hereby certify that all requirements of the statutes, rules and regulations promulgated to regulate the oil and gas industry have been fully complied with and the statements herein are complete and correct to the best of my knowledge.

Submitted Electronically

| KCC Office Use ONLY |
|--|
| Letter of Confidentiality Received |
| Date: |
| Confidential Release Date: |
| ✓ Wireline Log Received |
| Geologist Report Received |
| UIC Distribution |
| ALT I I II Approved by: Deants Garton Date: 09/24/2012 |

Side Two



| Operator Name: Laym | on Oil II, LLC | | .= | Lease | Name: _ | Shepard | | Well #:36 | 5-12 | |
|--|---|--------------------------------------|---------------------------|------------|---|---------------------|--|-------------------|-----------|--------------------------|
| Sec. 17 Twp.24 | s. R. <u>16</u> | | | | ty: Woo | | | | | |
| instructions: Show time tool open and close recovery, and flow rates line Logs surveyed. Atta | ed, flowing and shu if gas to surface to | t-in pressures, st, along with fi | whether si nal chart(s | hut-in pre | ssure read | ched static level, | hydrostatic pr | ressures, bottom | hole temp | perature, fluid |
| Drill Stem Tests Taken (Attach Additional Shi | 90ts) | Yes | √ No | | | og Formation | n (Top), Depth | and Datum | | Sample |
| Samples Sent to Geolog | gical Survey | Yes | ✓ No | | Nam Attach | = | | Top Attached | | Datum Attached |
| Cores Taken | | Yes | ✓ No | | 7.000 | - | | Allaciled | | ALGORIO G |
| Electric Log Run Electric Log Submitted I (If no, Submit Copy) | Electronically | | □ No □ No | | | | | | | |
| List All E. Logs Run: | | | | | | | | | | |
| Gamma Ray Neutron | | | | | | | | | | |
| | | | | RECORD | _ | _ | | | | |
| | Size Hole | | | 1 | | ermediate, producti | | # 65-1-1- | T | and Danner |
| Purpose of String | Drilled | Size Cas Set (In O | | | eight s. / Ft. | Setting Depth | Type of Cement | # Sacks Used | | and Percent Additives |
| Surface | 10.2500 | 8.6250 | | 24 | | 40 | portland | 10 | | |
| Production | 6.1250 | 2.8750 | | 7 | ·-··· | 1015 | common | 160 | ļ | |
| | | | | | | | <u> </u> | | | |
| | i | AC | DITIONAL | CEMENT | TING / SQL | JEEZE RECORD | | | | |
| Purpose: —— Perforate | Depth Top Bottom | Type of Ce | ement | # Sac | # Sacks Used Type and Percent Additives | | | | | |
| Protect Casing Plug Back TD | - | | | | | | | | | |
| Plug Off Zone | - | | | | | | | | | |
| | DEDEODATI | ON BECORD | Dalabas Oliva | - C-MT | | Acid Em | the Chat Car | nent Squeeze Reco | | |
| Shots Per Foot | | ON RECORD - Footage of Each | | | | | | of Material Used) | | Depth |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| TUBING RECORD: | Size: | Set At: | | Packer | At: | Liner Run: | Yes | No | | |
| Date of First, Resumed Pr | oduction, SWD or EN | | ducing Meth | nod: | oing | Gas Lift C | Other (Explain) _ | | | |
| Estimated Production Per 24 Hours | Oil | Bbls. | Gas | Mcf | Wat | er Bl | bls. | Gas-Oil Ratio | | Gravity |
| DISPOSITION | LOF GAS: | 1 | | AFTHOD C | OF COMPLE | TION: | <u>_</u> | PRODUCT | ION INTER | |
| Vented Sold | Used on Lease | Open | _ | Perf. | Dually | Comp. Con | nmingled | | | \V/\b. |
| (If vented, Subm | | Other | (Specify) | | (Submit i | 4CO-5) (Subi | nit ACO-4) | | | |

| Form | ACO1 - Well Completion | |
|-----------|------------------------|--|
| Operator | Laymon Oil II, LLC | |
| Well Name | Shepard 36-12 | |
| Doc ID | 1094103 | |

Tops

| Soil | 0 | 7 |
|---------------------|------|------|
| Shale | 7 | 191 |
| Lime | 191 | 240 |
| Shale | 240 | 260 |
| Lime | 260 | 500 |
| Shale | 500 | 520 |
| Lime | 520 | 675 |
| Shale | 675 | 820 |
| Lime & Shale | 820 | 995 |
| Black Shale | 995 | 997 |
| 5' Lime | 997 | 1002 |
| Black Shale | 1002 | 1006 |
| Upper Squirrel Sand | 1006 | 1016 |
| Shale | 1016 | 1041 |
| Cap Rock | 1041 | 1042 |
| Shale | 1042 | 1045 |
| Cap Rock | 1045 | 1047 |
| Lower Squirrel Sand | 1047 | 1055 |
| Shale | 1055 | 1120 |

201 W. MADISON P.O. BOX 885 IOLA, KS 66749 PHONE: (628) 365-2281

CUSTOMER NO. JOB NO. PURCHASE ORDER NO REFERENCE CLEAK DATE 3447 Haseth Corne SOLD LAYMONFOIL II 1998 SOUTRREL RD. DOC# 255131 DEL. DATE: 4/24/12 TERMISSI ******** NEOSHO FALLS * ORDER KS 66758 ******* TAX : 001 IOLAL IOLA

| | | | | | | | | ORDR 25513 |
|----------|---------|----------|----------|---|-------------|-----------|----------------------|----------------------------------|
| SHIPPED | ORDERED | UM | SKU / | DESCRIPTION | DGATION: | LUNITS | PRICEPER | |
| | 299 | 1 | PC | Portland Cenent |] | 200 | 0.45 | 1 ADD OD |
| | | | | L. C. | | | 7.43 /EH | 1,890.00 |
| 200 1 4 | | | b o | Mumor Weather 1-1 | 2-10 | DLS. | 1 | |
| 1110775 | nea | - | 2 10 202 | haymon 80 1-12 | - 10 B | acko- | |] |
| hecke | 19-19 | R | 10 0kg | | 1 a 0 | | | |
| Kanle | 1B-1 | 2 | 10 Dep | humon Duarter 1-1 Thoughon 80 1-12 Shepond 38-12 Shepond 36-12 | 10 N | KCBV. | - | 1 |
| 14.5.60 | [17] | | in about | Mrs. of 31-1) | 15 1 | مطيط | | |
| Procee | 1 1-10 | _ | 10 min | 5 30koz C 18-18 | 10 2 | | | |
| hostel | 27-1 | ル | 10 oles | ر | | | | |
| Kuske | 24-1 | 2 | 10 ers | | | | | |
| Kecke | 25-1 | 2 | 10 ska | | ļ | | | |
| Dec. 35 | 94-1 | 2 | 10 Rac | ره ا | | | | |
| Dec 35 | | - 1 | 110 Day | f | | | | |
| hong | 14-1 | <u>a</u> | 10 Dack | را مع | | | | |
| | | H | | * ORDER ** ORDER ** ORDER ** ORDER * | | | NAME . | |
| | | | | ** DEPOSIT AMOUNT ** | | | ixable In-taxable | 189 0.0 0 0.0 0 |
| <u> </u> | | | | ** BALANCE DUE ** | 2, | 651.69 SL | | 898.88 |

** PAYMENT RECEIVED **

0.99

TAX ANTIINT

121 20

RECEIVED BY

802 N. Industrial Rd. P.O. Box 664 Iola, Kansas 66749 Phone: (620) 365-5588

Payless Concrete Products, Inc.

CONDITIONS

Concrete to be delivered to the neurost accessible point over passible road, under trucks own power. Due to delivery at owners or intermediatry's direction, selice assumes no responsibility for damages in any maniner to sidewarks, roadways, driveways, buildings, trees, shrubbery, etc., which are at customer's risk. The maximum alotted time for enloading trucks is 5 minutes per yard. A charge will be made for holding trucks longer. This controller contains correct water contents for strength or mix indicated. We do not assume responsibility for strength test when water is added at outsomer's request.

NOTICE TO OWNER

Failure of this contractor to pay those persons supplying material or services to complete this contract can result in the filling of a mechanic's liten on the property which is the subject of this contract.

NITE LAYMON DINGWOOL SHEPAS TA W TO CHAIDON TO 1605 PAST TO TANKS W SD

NEDSHO FALLS RS

| TIME | FORMULA | LOAD SIZE | YARDS ORDERED | % CAL | DRIVER/TRUCK | 2 TIR | PLANT/TRANSACTION # |
|-----------|---------|-----------|---------------|--------|--------------|-------|---------------------|
| 09:44:11a | WELL | 8.00 yd | 16.00 yd | 0.00 | 32 | | MODER |
| DATE | To Date | LOAD# | YARDS DEL. | BATCH# | WATER TRIM | SLUMP | TICKET NUMBER |
| 08-27-12 | Today | 8 | 16.00 yd | | 0/yd 0.0 | | 32072 |

WARNING IRRITATING TO THE SKIN AND EYES

Contains Portiand Cament, Waie Rubber Books and Gloves, PROLEDISED CONTACT MAY CAUSE BUPINS. Avoid Contact With Eyes and Prolinged Contact With Skin. In Case of Contact With Skin or Eyes, Flush Thoroughly With Water, It Initiation Persists, Get Medical Attention, KEEP CHILDREN AWAY.

CONCRETE to a PERISHABLE COMMODITY and BECOMES the PROPERTY of the PURCHASER UPON LEAVING the PLANT. ANY CHANGES OR CANCELLATION of ORIGINAL INSTRUCTIONS WUST be TELEPHONED to the OFFICE BEFORE LOADING STARTS.

The undersigned promises to pay all costs, including reasonable attorneys' fees, incurred in collecting any sums owed.

All accounts not paid within 30 days of delivery will bear interest at the rate of 24% per annum.

Not Responsible for Reactive Aggregate or Color Quality. No Claim Allowed Unless Made at Time Material is Delivered.

A \$25 Service Charge and Loss of the Cash Discount will be collected on all Returned Checks. Bicess Delay Time Charged @ \$50HR. PROPERTY DAMAGE RELEASE
(TO BE SIGNED IF DELIVERY TO BE MADE INSIDE CURB LINE)

Deer Customer The driver of this truck in presenting dies RELEASE to you for your signature is of the opinion that the use and weight of his aruck may possibly cause deamage to the premises and/or adjourned properly if it places the relative line discoutinement of the premises and/or adjourned process in the convent to the possibly out in early with tall very but in order to do the the driver is requesting that you sign the RELEASE relating him and its supplier form any responsibility from any damage that may contribe the premises and/or adjacent proporty, buildings, sidewalks, driverings, curbs, etc., by the dislevent of the material, and that you also agree to help him remove mud from the wheels of his relative so that he will not algorithe public street. Further, as additional consideration, the understoped agrees to inderney and hold framilies the driver of this truck and this supplier for any and all carrange to the premises and/or adjacent properly winto may be claimed by anyone to have arisin out of delivery of this order.

Excessive Water is Detrimental to Concrete Performance
H₂0 Added By Request/Authorized By

GAL X

WEIGHMASTER

NOTICE: MY SIGNATURE BELOW INDICATES THAT I HAVE READ THE HEALTH WARNING NOTICE AND SUPPLIER WILL NOT BE RESPONSIBLE FOR ANY DAMAGE CAUSED WHEN DELIVERING INSIDE CURB LINE.

LOAD RECEIVED BY

X

 QUANTITY
 CODE
 DESCRIPTION
 UNIT PRICE
 EXTENDED PRICE

 8.00
 MELL
 MELL (10 SACKS PER UNIT)
 16.00
 51.00
 408.00

 2.00
 TRUCKING
 TRUCKING CHARGE
 2.00
 50.00
 100.40

 8.00
 MIXAHBUL
 MIXING & HOULING
 16.00
 25.00
 200.00

X

| RETURNED TO PLANT | LEFT JOB | FINISH UNLOADING | INLOADING DELAY EXPLANATION/CYLINDER TEST TAKEN | | TIME ALLOWED | abTotal * | |
|-------------------|--------------|--|--|----------|--------------|---------------------|--|
| | | JOB NOT READY SLOW POUR OR PUMP TRUCK AHEAD ON JOB | 6. TRUCK BROKE DOWN 7. ACCIDENT 8. CITATION | | Tex % 7.300 | | |
| LEFT.PLANT | ARRIVED JOB | START UNLOADING | | 9. OTHER | TIME DUE | Order 4 | |
| 133 | 1015 | | | | | ADDITIONAL CHARGE 1 | |
| TOTAL ROUND TRIP | TOTAL AT UOB | UNLOADING TIME | THE STATE OF THE S | | DELAY TIME | ADDITIONAL CHARGE 2 | |
| | | | | | | GRAND TOTAL | |

802 N. Industrial Rd. P.O. Box 664 Iola, Kansas 66749 Phone: (620) 365-5588

TOTAL ROUND TRIP

TOTAL AT JOB

UNLOADING TIME

Payless Concrete Products, Inc.

Concrete to be delivered to the nearest accessible point over passable road. under truck's own power. Due to delivery at owner's or intermediary's direction, sellier assumes no responsibility for damageit in any manner to sidewalks. roadways, driveways, buildings, traes, shrubbery, etc., which are at oustomer's risk. The maximum allotted time for unloading trucks is 5 minutes per yard. A charge will be made for holding trucks longer. This concrete contains cornect water contents for strength or mix indicated. We do not assume responsibility for strength test when water is added at customer's request.

Failure of this contractor to pay those persons supplying material or services to complete this contract can result in the filing of a mechanic's lien on the property which is the subject of this contract.

ADDITIONAL CHARGE 1

ADDITIONAL CHARGE 2.

GRAND TOTAL

DELAY TIME

PLANT/TRANSACTION # DRIVER/TRUCK TIME SLUMP TICKET NUMBER WATER TRIM BATCH# LOAD # Excessive Water is Detrimental to Concrete Performance PROPERTY DAMAGE RELEASE WARNING ITO BE SIGNED IF DELIVERY TO BE MADE INSIDE CURB LINE H₂0 Added By Request/Authorized By IRRITATING TO THE SKIN AND EYES Dear Quatomer-The driver of this truck in presenting this RELEASE to Contains Portland Cement. Wear Rubber Boots and Gloves. PROLONGED CONTACT MAY you for your signature is of the opinion that the size and weight of his truck may possibly cause damage to the premises and/or adjacent properly if it places the material in this load where you desire it. it is CAUSE BURNS. Avoid Contact With Eyes and Prolonged Contact With Skin. In Case of Contact With Skin or Eyes, Flush Thoroughly With Water, If Irritation Persists, Get Medical Attention, KEEP CHILDREN AWAY. our wish to help you in every way that we can, but in order to do this the driver is requesting that you sign this RELEASE referency him and this supplier from any responsibility from any damage that may occur WEIGHMASTER CONCRETE IS A PERISHABLE COMMODITY and BECOMES the PROPERTY of the PURCHASER UPON-LEAVING the PLANT, ANY CHANGES OR CANCELLATION OF ORIGINAL INSTRUCTIONS MUST be TELEPHONED to the OFFICE BEFORE LOADING STATES. to the premises and/or adjacent property, buildings, eldewisks, driveways, curbs, etc., by the delivery of this material, and that you also agree to help him remove must from the wheels of his vehicle so. NOTICE: MY SIGNATURE BELOW INDICATES THAT I HAVE READ THE HEALTH WARNING MOTICE AND SUPPLIER WILL NOT BE RESPONSIBLE FOR ANY DAMAGE CAUSED WHEN DELIVERING INSIDE CURB LINE. that he will not lider the public street. Further, as additional considera-The undersioned promises to pay all costs, including reasonable attorneys' less, incurred in collecting son, the undersigned agrees to indemnify and hold harmless the driver of this truck and this supplier for any and still damage to the premises and/or adjacent properly which may be claimed by anyone to have All accounts not paid within 30 days of delivery will bear interest at the rate of 24% per annum. arisin out of delivery of this order SIGNED Not Responsible for Reactive Aggregate or Color Quality. No Claim Allowed Unless Made at Time Material is Dolivered. A \$25 Service Charge and Loss of the Cash Discount will be collected on all Returned Checks. Excess Delay Time Charged @ \$50/4R. DESCRIPTION CODE DELAY EXPLANATION/CYLINDER TEST TAKEN TIME ALLOWED LEFT JOB FINISH UNLOADING RETURNED TO PLANT 6. TRUCK BROKE DOWN 1. JOB NOT READY J 2. SLOW POUR OR PUMP 7, ACCIDENT S. TRUCK AHEAD ON JOB B. CITATION 4. CONTRACTOR BROKE DOWN 9. OTHER TIME DUE START UNLOADING ARRIVED JOB LEFT PLANT