

ORIGINAL

11/23/12

Form ACO-1  
September 1999  
Form Must Be Typed

KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION

CONFIDENTIAL

WELL COMPLETION FORM  
WELL HISTORY - DESCRIPTION OF WELL & LEASE

Operator: License # 9232  
 Name: Timberline Oil & Gas Corporation  
 Address: 4000 Penrose Place  
 City/State/Zip: Rapid City, SD 57702  
 Purchaser: Parnon  
 Operator Contact Person: Brant C. Grote  
 Phone: (605) 341-3400  
 Contractor: Name: Ninnescah Drilling LLC  
 License: 34541  
 Wellsite Geologist: None  
 Designate Type of Completion:  
 New Well  Re-Entry  Workover  
 Oil  SWD  SIOW  Temp. Abd.  
 Gas  ENHR  SIGW  
 Dry  Other (Core, WSW, Expl., Cathodic, etc)  
 If Workover/Re-entry: Old Well Info as follows:  
 Operator: \_\_\_\_\_  
 Well Name: \_\_\_\_\_  
 Original Comp. Date: \_\_\_\_\_ Original Total Depth: \_\_\_\_\_  
 Deepening  Re-perf.  Conv. to Enhr./SWD  
 Plug Back \_\_\_\_\_ Plug Back Total Depth \_\_\_\_\_  
 Commingled \_\_\_\_\_ Docket No. \_\_\_\_\_  
 Dual Completion \_\_\_\_\_ Docket No. \_\_\_\_\_  
 Other (SWD or Enhr.?) \_\_\_\_\_ Docket No. \_\_\_\_\_  
7/29/11 8/2/11 10/24/11  
 Spud Date or Date Reached TD Completion Date or  
 Recompletion Date Recompletion Date

API No. 15 - 15 - 151-22379 - 00 - 00  
 County: Pratt  
N2 - N2 NW Sec. 36 Twp. 26 S. R. 13  East  West  
330 feet from S /  (circle one) Line of Section  
1490 feet from E /  (circle one) Line of Section  
 Footages Calculated from Nearest Outside Section Corner:  
 (circle one) NE SE  NW SW  
 Lease Name: Sanders Well #: 1  
 Field Name: Iuka Carmi  
 Producing Formation: Viola  
 Elevation: Ground: 1922 Kelly Bushing: 1935  
 Total Depth: 4352 Plug Back Total Depth: 4233  
 Amount of Surface Pipe Set and Cemented at 8 its 312' Feet  
 Multiple Stage Cementing Collar Used?  Yes  No  
 If yes, show depth set \_\_\_\_\_ Feet  
 If Alternate II completion, cement circulated from \_\_\_\_\_  
 feet depth to \_\_\_\_\_ w/ \_\_\_\_\_ sx cmf.

Drilling Fluid Management Plan AKINS 12-5-1  
 (Data must be collected from the Reserve Pit)  
 Chloride content \_\_\_\_\_ ppm Fluid volume \_\_\_\_\_ bbls  
 Dewatering method used \_\_\_\_\_  
 Location of fluid disposal if hauled offsite: \_\_\_\_\_  
 Operator Name: \_\_\_\_\_  
 Lease Name: \_\_\_\_\_ License No.: \_\_\_\_\_  
 Quarter \_\_\_\_\_ Sec. \_\_\_\_\_ Twp. \_\_\_\_\_ S. R. \_\_\_\_\_ East West  
 County: \_\_\_\_\_ Docket No.: \_\_\_\_\_

**INSTRUCTIONS:** An original and two copies of this form shall be filed with the Kansas Corporation Commission, 130 S. Market - Room 2078, Wichita, Kansas 67202, within 120 days of the spud date, recompletion, workover or conversion of a well. Rule 82-3-130, 82-3-106 and 82-3-107 apply. Information of side two of this form will be held confidential for a period of 12 months if requested in writing and submitted with the form (see rule 82-3-107 for confidentiality in excess of 12 months). One copy of all wireline logs and geologist well report shall be attached with this form. ALL CEMENTING TICKETS MUST BE ATTACHED. Submit CP-4 form with all plugged wells. Submit CP-111 form with all temporarily abandoned wells.

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.

Signature: [Signature]  
 Title: President  
 Date: 11-16-11  
 Subscribed and sworn to before me this 11 day of November  
 Notary Public: [Signature]  
 Date Commission Expires: 3/30/16

SEALED  
 TRUDY K. SCHREINER  
 NOTARY PUBLIC  
 State of South Dakota  
 727

KCC Office Use ONLY  
 11.23.11 - 11.23.12  
 Letter of Confidentiality Attached  
 If Denied, Yes  Date: \_\_\_\_\_  
 Wireline Log Received  
 Geologist Report Received  
 UIC Distribution  
 CONFIDENTIAL  
 NOV 23 2011  
 RECEIVED  
 NOV 23 2011

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 NOV 23 2011  
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Operator Name: Timberline Oil & Gas Corporation Lease Name: Sanders Well #: 1  
 Sec. 36 Twp. 26 S. R. 13 East West County: Pratt

**INSTRUCTIONS:** Show important tops and base of formations penetrated. Detail all cores. Report all final copies of drill stems tests giving interval tested, time tool open and closed, flowing and shut-in pressures, whether shut-in pressure reached static level, hydrostatic pressures, bottom hole temperature, fluid recovery, and flow rates if gas to surface test, along with final chart(s). Attach extra sheet if more space is needed. Attach copy of all Electric Wireline Logs surveyed. Attach final geological well site report.

| Drill Stem Tests Taken <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No<br>(Attach Additional Sheets)<br><br>Samples Sent to Geological Survey <input checked="" type="checkbox"/> Yes No<br><br>Cores Taken Yes <input checked="" type="checkbox"/> No<br><br>Electric Log Run <input checked="" type="checkbox"/> Yes No<br>(Submit Copy)<br><br>List All E. Logs Run:<br>Dual Induction<br>Compensated Neutron Density | <table border="1" style="width:100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">Log Name</th> <th style="text-align: left;">Formation (Top), Depth and Datum</th> <th style="text-align: left;">Sample</th> </tr> <tr> <th style="text-align: left;">Name</th> <th style="text-align: left;">Top</th> <th style="text-align: left;">Datum</th> </tr> </thead> <tbody> <tr> <td>Heebner</td> <td>3510</td> <td>-1575</td> </tr> <tr> <td>Brown Lime</td> <td>3726</td> <td>-1791</td> </tr> <tr> <td>Viola</td> <td>4216</td> <td>-2281</td> </tr> <tr> <td>Simpson</td> <td>4264</td> <td>-2329</td> </tr> </tbody> </table> | Log Name | Formation (Top), Depth and Datum | Sample | Name | Top | Datum | Heebner | 3510 | -1575 | Brown Lime | 3726 | -1791 | Viola | 4216 | -2281 | Simpson | 4264 | -2329 |
|--|---|----------|----------------------------------|--------|------|-----|-------|---------|------|-------|------------|------|-------|-------|------|-------|---------|------|-------|
| Log Name   | Formation (Top), Depth and Datum  | Sample   |                                  |        |      |     |       |         |      |       |            |      |       |       |      |       |         |      |       |
| Name   | Top   | Datum    |                                  |        |      |     |       |         |      |       |            |      |       |       |      |       |         |      |       |
| Heebner  | 3510  | -1575    |                                  |        |      |     |       |         |      |       |            |      |       |       |      |       |         |      |       |
| Brown Lime   | 3726  | -1791    |                                  |        |      |     |       |         |      |       |            |      |       |       |      |       |         |      |       |
| Viola  | 4216  | -2281    |                                  |        |      |     |       |         |      |       |            |      |       |       |      |       |         |      |       |
| Simpson  | 4264  | -2329    |                                  |        |      |     |       |         |      |       |            |      |       |       |      |       |         |      |       |

| CASING RECORD   |                   |                           |                   |               |                |              |                            |
|---|-------------------|---------------------------|-------------------|---------------|----------------|--------------|----------------------------|
|   |                   |                           |                   | New           | Used           |              |                            |
| Report all strings set-conductor, surface, intermediate, production, etc. |                   |                           |                   |               |                |              |                            |
| Purpose of String   | Size Hole Drilled | Size Casing Set (In O.D.) | Weight Lbs. / Ft. | Setting Depth | Type of Cement | # Sacks Used | Type and Percent Additives |
| Surface   |                   | 8 5/8                     | 24#               | 312'          | Class A        | 225          |                            |
| Production  |                   | 5 1/2                     | 14#               | 4196'         | 60-40          | 250          |                            |

| ADDITIONAL CEMENTING / SQUEEZE RECORD  |                  |                |             |                            |
|--|------------------|----------------|-------------|----------------------------|
| Purpose:   | Depth Top Bottom | Type of Cement | #Sacks Used | Type and Percent Additives |
| <input type="checkbox"/> Perforate<br><input type="checkbox"/> Protect Casing<br><input type="checkbox"/> Plug Back TD<br><input type="checkbox"/> Plug Off Zone |                  |                |             |                            |

| Shots Per Foot | PERFORATION RECORD - Bridge Plugs Set/Type<br>Specify Footage of Each Interval Perforated | Acid, Fracture, Shot, Cement Squeeze Record<br>(Amount and Kind of Material Used) | Depth |
|----------------|---|---|-------|
| Open Hole      | 4196-4233' open hole  | 1500g 15% HCL   |       |
|                |   | Frac 19,800# sand, 492 bbl 25# X-linked   |       |

|   |                 |   |                   |   |
|---|-----------------|---|-------------------|---|
| TUBING RECORD   | Size<br>2 7/8"  | Set At<br>4097  | Packer At         | Liner Run<br>Yes <input checked="" type="checkbox"/> No |
| Date of First, Resumed Production, SWD or Enhr.<br>9/1/11 |                 | Producing Method<br>Flowing <input type="checkbox"/> <u>Pumping</u> <input type="checkbox"/> Gas Lift |                   |   |
| Estimated Production Per 24 Hours                         | Oil Bbls.<br>15 | Gas Mcf<br>20   | Water Bbls.<br>16 | Gas-Oil Ratio<br>1336                                   |
|   |                 |   |                   | Gravity<br>40   |

Disposition of Gas:  Vented  Sold  Used on Lease (If vented, Sumit ACO-18.)

METHOD OF COMPLETION:  Open Hole  Perf.  Dually Comp.  Commingled

Production Interval:  Other (Specify) \_\_\_\_\_

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