

ORIGINAL

STATE CORPORATION COMMISSION OF KANSAS
OIL & GAS CONSERVATION DIVISION
WELL COMPLETION FORM
ACO-1 WELL HISTORY
DESCRIPTION OF WELL AND LEASE

API NO. 15- 13524103 0000

County Ness County

NE - SW - SE - 23 Sec. Twp. 16 Rge. 26 7 E/W

840 Feet from (S)N (circle one) Line of Section

1650 Feet from (E)W (circle one) Line of Section

Footages Calculated from Nearest Outside Section Corner:
NE, SE, NW or SW (circle one)

Lease Name Schoepf Well # 7

Field Name Unice East

Producing Formation Mississippi

Elevation: Ground KB 2623

Total Depth 4524' PBDT

Amount of Surface Pipe Set and Cemented at 221 Feet

Multiple Stage Cementing Collar Used? XX Yes No

Identify, show depth set 2030 Feet

Identify alternate II completion, cement circulated from 2003
feet depth to surface w/ 400 sx cmt.

Drilling Fluid Management Plan AH-2 6-29-00 UIC
(Data must be collected from the Reserve Plat)

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 Rng. E/W

County Docket No.

Operator: License # 6622

Name: Jason Oil Company

Address James L. Schoenberger, Owner
P. O. Box 701

City/State/Zip Russell, KS 67665-0701

Purchaser: Cooperative Refining, LLC

Operator Contact Person: James L. Schoenberger

Phone (785) 483-4204

Contractor: Name: Discovery Drilling

License:

Wellsite Geologist: Ron Nelson

Designate Type of Completion
 New Well Re-Entry Workover

Oil SWD SIOW Temp. S.B.D.
 Gas ENHR SIGW
 Dry Other (Core, WSW, Expl., Cathodic, etc)

If Workover:
Operator:
Well Name:
Comp. Date Old Total Depth

Deepening Re-perf. Conv. to Inj/SWD
 Plug Back PBDT
 Commingled Docket No.
 Dual Completion Docket No.
 Other (SWD or Inj?) Docket No.

3-17-2000 3-24-2000 4-15-2000
Spud Date Date Reached TD Completion Date

MAY 8 2000
5-8-00
RECEIVED
STATE CORPORATION COMMISSION
Wichita, Kansas

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 on 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 James L. Schoenberger
Title Owner Date 5-5-2000

Subscribed and sworn to before me this 5th day of May, 2000.

Notary Public Fred Weigel, Jr.

Date Commission Expires 7-18-2002

K.C.C. OFFICE USE ONLY

F Letter of Confidentiality Attached
C Wireline Log Received
C Geologist Report Received

Distribution
 KCC SWD/Rep NGPA
 KGS Plug Other
(Specify)

FRED WEIGEL, JR.
NOTARY PUBLIC
STATE OF KANSAS
My Appt. Exp. 7-18-2002

Operator Name Jason Oil Company Lease Name Schoepf Well # 7

Sec. 23 Twp. 16 Rge. 26 East West County Ness County

INSTRUCTIONS: Show important tops and base of formations penetrated. Detail all cores. Report all drill stem 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 during test. Attach extra sheet if more space is needed. Attach copy of log.

Drill Stem Tests Taken Yes No
(Attach Additional Sheets.)

Samples Sent to Geological Survey Yes No

Cores Taken Yes No

Electric Log Run Yes No
(Submit Copy.)

List All E.Logs Run:

Name	Top	Datum
Anhydrite	2002	2039
Heebner	3878	3882
Kansas City	3920	4218
Ft. Scott	4418	4422
Mississippi	4520	4530

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 (new)	12 1/4"	8 5/8ths "	20 lbs.	221'	60/40 pos 3%cc 2%gel	165	3% cc 2% gel
Production (used)	7 7/8ths"	5 1/2"	14 lbs	4520'	60/40	125	2% gel 10% salt
Open stage COLLAR				2003	60/40	400	6% gel

ADDITIONAL CEMENTING/SQUEEZE RECORD

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

Shots Per Foot	PERFORATION RECORD - Bridge Plugs Set/Type Specify Footage of Each Interval Perforated		Acid, Fracture, Shot, Cement Squeeze Record (Amount and Kind of Material Used) Depth	

TUBING RECORD	Size	Set At	Packer At	Liner Run
	2 7/8ths"	4520'	None	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Date of First, Resumed Production, SMD or Inj.	Producing Method			
4-15-2000	<input type="checkbox"/> Flowing <input checked="" type="checkbox"/> Pumping <input type="checkbox"/> Gas Lift <input type="checkbox"/> Other (Explain)			
Estimated Production Per 24 Hours	Oil Bbls.	Gas Mcf	Water Bbls.	Gas-Oil Ratio
	35		2%	
				Gravity 38

Disposition of Gas: **METHOD OF COMPLETION** Production Interval

Vented Sold Used on Lease Open Hole Perf. Dually Comp. Commingled

(If vented, submit ACO-18.) Other (Specify) _____

ALLIED CEMENTING CO., INC. 3778

Federal Tax I.D.# 48-0727860

ORIGINAL
SERVICE POINT:

REMIT TO P.O. BOX 31
RUSSELL, KANSAS 67665

15-135-24103-0000 *Daklog*

DATE <u>3-17-00</u>	SEC. <u>23</u>	TWP. <u>16^s</u>	RANGE <u>26^w</u>	CALLED OUT	ON LOCATION <u>7:30^{pm}</u>	JOB START <u>8:45^{pm}</u>	JOB FINISH <u>9:15</u>
LEASE <u>Schoepf</u>	WELL # <u>7</u>	LOCATION <u>Utica 1/4 E - N+W to loc</u>		COUNTY <u>Ness</u>	STATE <u>Kan</u>		

OLD OR (NEW) (Circle one)

CONTRACTOR Discovery Dets Co #1
 TYPE OF JOB Surface
 HOLE SIZE 12 1/4 T.D. 223'
 CASING SIZE 8 5/8 DEPTH 223'
 TUBING SIZE DEPTH
 DRILL PIPE DEPTH
 TOOL DEPTH
 PRES. MAX MINIMUM
 MEAS. LINE SHOE JOINT
 CEMENT LEFT IN CSG. 15'
 PERFS.
 DISPLACEMENT

OWNER Same
 CEMENT
 AMOUNT ORDERED 165 SKs @ 40 per
3% CC - 2% CC

COMMON	<u>99</u>	SKs	@	<u>6³⁵</u>	<u>628⁶⁵</u>
POZMIX	<u>66</u>	SKs	@	<u>3²⁵</u>	<u>214⁵⁰</u>
GEL	<u>3</u>	SKs	@	<u>9⁵⁰</u>	<u>28⁵⁰</u>
CHLORIDE	<u>5</u>	SKs	@	<u>28⁰⁰</u>	<u>140⁰⁰</u>
			@		
			@		
			@		
			@		
			@		

EQUIPMENT

PUMP TRUCK CEMENTER Walt
 # 102 HELPER
 BULK TRUCK DRIVER Louise
 # 218
 BULK TRUCK DRIVER
 # DRIVER

RECEIVED
STATE CORPORATE MICHIGAN

HANDLING 165 SKs @ 1⁰⁵ 173²⁵
44 per sk/mile 184⁸⁰

MAY 8 2000

TOTAL 1,369⁷⁰

REMARKS:

SERVICE

Cement Did Circ ✓
DLG

DEPTH OF JOB
 PUMP TRUCK CHARGE 470⁰⁰
 EXTRA FOOTAGE @
 MILEAGE 28 miles @ 3⁰⁰ 84⁰⁰
 PLUG 8 5/8 Surface @ 45⁰⁰

TOTAL 599⁰⁰

CHARGE TO: Jason Oil Co.
 STREET
 CITY STATE ZIP

FLOAT EQUIPMENT

	@	
	@	
	@	
	@	
	@	

TOTAL

To Allied Cementing Co., Inc.
 You are hereby requested to rent cementing equipment and furnish cementer and helper to assist owner or contractor to do work as is listed. The above work was done to satisfaction and supervision of owner agent or contractor. I have read & understand the "TERMS AND CONDITIONS" listed on the reverse side.

TAX
 TOTAL CHARGE
 DISCOUNT IF PAID IN 30 DAYS

SIGNATURE Thomas Alm

Thomas Alm
 PRINTED NAME

ALLIED CEMENTING CO., INC.

Federal Tax I.D.# 48-0727860

3472
ORIGINAL

REMIT TO P.O. BOX 31
RUSSELL, KANSAS 67665

SERVICE POINT:
At Bend

DATE <u>3-24-00</u>	SEC. <u>23</u>	TWP. <u>16</u>	RANGE <u>26</u>	CALLED OUT <u>8:00PM</u>	ON LOCATION <u>2:30AM</u>	JOB START <u>9:35AM</u>	JOB FINISH <u>10:00AM</u>
LEASE <u>Schoepf</u>	WELL # <u>7</u>	LOCATION <u>111th & 1/2 E 1/4 N W.S</u>			COUNTY <u>Neosho</u>	STATE <u>KS</u>	
OLD OR NEW (Circle one)							

CONTRACTOR Discovery Drilling #1

TYPE OF JOB 2-stage (Bottom)

HOLE SIZE 7 7/8 T.D. 4524

CASING SIZE 5 1/2 DEPTH 4494

TUBING SIZE _____ DEPTH _____

DRILL PIPE _____ DEPTH _____

TOOL _____ DEPTH 2003

PRES. MAX 800 MINIMUM _____

MEAS. LINE 1200 SHOE JOINT 2'

CEMENT LEFT IN CSG. _____

PERFS. _____

DISPLACEMENT _____

OWNER _____

CEMENT AMOUNT ORDERED 125 60/40 10% salt 2% del

COMMON _____ @ _____

POZMIX _____ @ _____

GEL _____ @ _____

CHLORIDE _____ @ _____

_____ @ _____

_____ @ _____

_____ @ _____

_____ @ _____

_____ @ _____

HANDLING _____ @ _____

MILEAGE 26

TOTAL _____

EQUIPMENT

PUMP TRUCK # 181 CEMENTER J. Weighouse HELPER NO

BULK TRUCK # 222 DRIVER Ron Davis

BULK TRUCK # 344 DRIVER Rick

REMARKS:

circ hole open Triplog, cement 125 60/40 10% salt, 2% del, Pump plug float hole to 4538, Release hole

Thanks

SERVICE

DEPTH OF JOB _____

PUMP TRUCK CHARGE _____

EXTRA FOOTAGE _____ @ _____

MILEAGE 26 @ _____

PLUG _____ @ _____

_____ @ _____

_____ @ _____

TOTAL _____

CHARGE TO: Jason Oil Co

STREET P.O. Box 701

CITY Russell STATE KS ZIP 67665

FLOAT EQUIPMENT

1-5 1/2 Packer Shoe @ _____

1- PFL @ _____

1- Stage collar @ _____

1- Basket @ _____

5 - Centerlines @ _____

TOTAL _____

To Allied Cementing Co., Inc.
You are hereby requested to rent cementing equipment and furnish cementer and helper to assist owner or contractor to do work as is listed. The above work was done to satisfaction and supervision of owner agent or contractor. I have read & understand the "TERMS AND CONDITIONS" listed on the reverse side.

SIGNATURE Thomas Alm

TAX _____

TOTAL CHARGE _____

DISCOUNT _____ IF PAID IN 30 DAYS

Thomas Alm
PRINTED NAME

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

ALLIED CEMENTING CO., INC.

3473

Federal Tax I.D.# 48-0727860

23 ORIGINAL
SERVICE POINT

REMIT TO P.O. BOX 31
RUSSELL, KANSAS 67665

15-135-24103-0044
NE Bernal

DATE <u>3-25-00</u>	SEC. <u>23</u>	TWP. <u>16</u>	RANGE <u>26</u>	CALLED OUT	ON LOCATION	JOB START <u>10:30AM</u>	JOB FINISH <u>11:30AM</u>
LEASE <u>Schoepf</u>	WELL # <u>7</u>	LOCATION <u>Utica 1/2 E 1/4 N W/4</u>		COUNTY <u>Neosho</u>	STATE <u>KS</u>		
OLD OR NEW (Circle one)							

CONTRACTOR Discovery Only #1

TYPE OF JOB 2-stage (Top)

HOLE SIZE 7 7/8 T.D.

CASING SIZE 5 1/2 DEPTH 2003

TUBING SIZE DEPTH

DRILL PIPE DEPTH

TOOL DEPTH

PRES. MAX 1800 MINIMUM

MEAS. LINE 420 SHOE JOINT

CEMENT LEFT IN CSG.

PERFS.

DISPLACEMENT

OWNER

CEMENT:

AMOUNT ORDERED 400 6940 69 Del
7/8" 7/8" Seal per 5'

COMMON @

POZMIX @

GEL @

CHLORIDE Al-2 @ 6-24-100 UCL

Flo Seal @

@

@

@

HANDLING @

MILEAGE 26

TOTAL

EQUIPMENT

PUMP TRUCK CEMENTER J. Weigl

181 HELPER JD

BULK TRUCK

344 DRIVER Rick

BULK TRUCK

DRIVER

REMARKS:

Open Stage collar, Plug RT 1/4" MH,
mix 375 6940 69 Del 7/8" Flo Seal
Per 5', Released plug pumped to
2055, Released at 2055
CEMENT CURED 22392 ✓

Thanks

SERVICE

DEPTH OF JOB 2003-2055

PUMP TRUCK CHARGE

EXTRA FOOTAGE @

MILEAGE @

PLUG @

@

@

TOTAL

CHARGE TO: Jason Oil Co

STREET P.O. Box 701

CITY Russell STATE KS ZIP 67665

FLOAT EQUIPMENT

@

@

@

@

@

TOTAL

To Allied Cementing Co., Inc.

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SIGNATURE Thomas Alm

TAX

TOTAL CHARGE

DISCOUNT IF PAID IN 30 DAYS

PRINTED NAME

Thomas Alm

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—**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.

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