

CONFIDENTIAL

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

10/20/13

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 # 34392
Name: TexKan Exploration, LLC
Address 1: P.O. Box H
Address 2:
City: Plainville State: KS. Zip: 67663 +
Contact Person: Bill Robinson
Phone: (785) 688-4040
CONTRACTOR: License # 33350
Name: Southwind Drilling
Wellsite Geologist: Bill Robinson
Purchaser: Coffeyville

Designate Type of Completion:
 New Well Re-Entry Workover
 Oil WSW SWD SIOW
 Gas D&A ENHR SIGW
 OG GSW Temp. Abd.
 CM (Coal Bed Methane)
 Cathodic Other (Core, Expl., 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 Conv. to SWD
 Conv. to GSW

Plug Back: Plug Back Total Depth

Commingled Permit #:

Dual Completion Permit #:

SWD Permit #:

ENHR Permit #:

GSW Permit #:

9-27-11 10-4-11 10-15-11
Spud Date or Date Reached TD Completion Date or
Recompletion Date Recompletion Date

API No. 15 - 005-23769-00-00

Spot Description:

C NW SW SW Sec. 28 Twp. 9 S. R. 25 East West

990 Feet from North / South Line of Section

330 Feet from East / West Line of Section

Footages Calculated from Nearest Outside Section Corner:

NE NW SE SW

County: Graham

Lease Name: Rohleder Well #: 3

Field Name: Bollig

Producing Formation: Lansing/Kansas City

Elevation: Ground: 2570 Kelly Bushing: 2579

Total Depth: 4149 Plug Back Total Depth: 4148

Amount of Surface Pipe Set and Cemented at: 227 Feet

Multiple Stage Cementing Collar Used? Yes No

If yes, show depth set: 2245 Feet

If Alternate II completion, cement circulated from: 2245

feet depth to: surface w/ 450 sx cmt.

Drilling Fluid Management Plan

(Data must be collected from the Reserve Pit)

Chloride content: Fluid volume: bbls

Dewatering method used:

Location of fluid disposal if hauled offsite:

Operator Name:

Lease Name: License #:

Quarter Sec. Twp. S. R. East West

County: Permit #:

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NOV 09 2011

KCC WICHITA

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.

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.

Signature: [Signature]

Title: agent Date: 10-20-11

KCC Office Use ONLY

Letter of Confidentiality Rec. Date: 10/20/11 - 10/20/13

Confidential Release Date:

Wireline Log Received 7-26-11

Geologist Report Received

UIC Distribution

ALT I II III Approved by: [Signature] Date: 11-12

Operator Name: TexKan Exploration, LLC Lease Name: Rohleder Well #: 3
 Sec. 28 Twp. 9 S. R. 25 East West County: Graham

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 complete copy of all Electric Wire-line Logs surveyed. Attach final geological well site report.

Drill Stem Tests Taken <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <i>(Attach Additional Sheets)</i> Samples Sent to Geological Survey <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Cores Taken <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No Electric Log Run <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Electric Log Submitted Electronically <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <i>(If no, Submit Copy)</i> List All E. Logs Run: RAG	<input checked="" type="checkbox"/> Log Formation (Top), Depth and Datum <input type="checkbox"/> Sample <table style="width:100%; border-collapse: collapse;"> <tr> <td style="width:60%;">Name</td> <td style="width:20%;">Top</td> <td style="width:20%;">Datum</td> </tr> <tr> <td>Anhydrite</td> <td>2216</td> <td>363</td> </tr> <tr> <td>B/KC</td> <td>4077</td> <td>-1498</td> </tr> </table>	Name	Top	Datum	Anhydrite	2216	363	B/KC	4077	-1498
Name	Top	Datum								
Anhydrite	2216	363								
B/KC	4077	-1498								

CASING RECORD <input checked="" type="checkbox"/> New <input type="checkbox"/> 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	12 1/4	8 5/8	20	227	common	165	3%cc + 2%gel
production	7 7/8	5 1/2	15.5	4148	common	150	wfr 2

ADDITIONAL CEMENTING / SQUEEZE RECORD				
Purpose:	Depth Top Bottom	Type of Cement	# Sacks Used	Type and Percent Additives
<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 <i>(Amount and Kind of Material Used)</i>	Depth
4	4012-16	A/500 15% HCL	3986
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		RECEIVED	
		NOV 09 2011	

TUBING RECORD:	Size: 2 7/8	Set At: 3986	Packer At: na	Liner Run: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Date of First, Resumed Production, SWD or ENHR. 10-20-11		Producing Method: <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. 15	Gas Mcf na	Water Bbls. 25	Gas-Oil Ratio
				Gravity 34

DISPOSITION OF GAS: <input checked="" type="checkbox"/> Vented <input type="checkbox"/> Sold <input type="checkbox"/> Used on Lease <i>(If vented, Submit ACO-18.)</i>	METHOD OF COMPLETION: <input type="checkbox"/> Open Hole <input checked="" type="checkbox"/> Perf. <input type="checkbox"/> Dually Comp. <input type="checkbox"/> Commingled <i>(Submit ACO-5)</i> <i>(Submit ACO-4)</i> <input type="checkbox"/> Other (Specify) _____	PRODUCTION INTERVAL: _____ _____
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ALLIED CEMENTING CO., LLC. 035814

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

SERVICE POINT:
Russell, KS

*for
785-688-
4060*

DATE <u>9-27-11</u>	SEC <u>28</u>	TWP. <u>09S</u>	RANGE <u>25W</u>	CALLED OUT	ON LOCATION	JOB START <u>8:15 pm</u>	JOB FINISH <u>8:45 pm</u>
LEASE <u>Bohler</u>	WELL# <u>3</u>	LOCATION <u>Wakeney N to Redline</u>			COUNTY <u>Graham</u>	STATE <u>KS</u>	
OLD OR <u>NEW</u> (Circle one)		<u>14 W 1/2 N Einto</u>			<u>2.01</u>	<u>7.55</u>	

CONTRACTOR <u>Southwind #2</u>	OWNER
TYPE OF JOB <u>Surface</u>	
HOLE SIZE _____ T.D. <u>227</u>	CEMENT
CASING SIZE <u>8 5/8</u> DEPTH <u>227.21</u>	AMOUNT ORDERED <u>165 SY COM</u>
TUBING SIZE _____ DEPTH _____	<u>3% CC 2% GEL</u>
DRILL PIPE _____ DEPTH _____	
TOOL _____ DEPTH _____	
PRES. MAX _____ MINIMUM _____	COMMON <u>165</u> @ <u>16.25</u> <u>2681.25</u>
MEAS. LINE _____ SHOE JOINT _____	POZMIX _____ @ _____
CEMENT LEFT IN CSG. <u>15 ft</u>	GEL <u>3</u> @ <u>21.25</u> <u>63.75</u>
PERFS. _____	CHLORIDE <u>6</u> @ <u>58.25</u> <u>349.25</u>
DISPLACEMENT <u>13.51</u>	ASC _____ @ _____
EQUIPMENT	
PUMP TRUCK CEMENTER <u>Heath</u>	
# <u>409</u> HELPER <u>Toled</u>	
BULK TRUCK	
# <u>410</u> DRIVER <u>Cody</u>	
BULK TRUCK	
# _____ DRIVER _____	
	HANDLING <u>174</u> @ <u>2.25</u> <u>391.50</u>
	MILEAGE <u>14.5/16.6</u> <u>33</u> @ <u>2.00</u> <u>67.00</u>

*1357.62
2678.817*

*4610.70
922.147*

REMARKS:
Ran 5 joints of 8 5/8 20# used pipe
& landing joint

3094.20

19.14

TOTAL 4117.32

Est Circulation
mixed 165 SY Displaced 13.51 bbl H2O
Shut In

Cement Did Circulate

CHARGE TO: Texton Exploration, LLC
STREET _____
CITY _____ STATE _____ ZIP _____

SERVICE

DEPTH OF JOB	
PUMP TRUCK CHARGE	<u>11257.00</u>
EXTRA FOOTAGE	@ _____
MILEAGE <u>66</u>	@ <u>7.00</u> <u>462.00</u>
MANIFOLD	@ _____
<u>CCR</u> <u>66</u>	@ <u>4.00</u> <u>264.00</u>
TOTAL	<u>1851.00</u>

PLUG & FLOAT EQUIPMENT

_____	@ _____
_____	@ _____
_____	@ _____
_____	@ _____
_____	@ _____
TOTAL	_____

To Allied Cementing Co., LLC.
You are hereby requested to rent cementing equipment and furnish cementer and helper(s) 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 and understand the "GENERAL TERMS AND CONDITIONS" listed on the reverse side.

PRINTED NAME William Sanders
SIGNATURE William Sanders

SALES TAX (If Any) 233.61
TOTAL CHARGES 5,968.32
DISCOUNT 50/20 IF PAID IN 30 DAYS

10 1600.95

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KCC

ALLIED CEMENTING CO., LLC. 038303

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

SERVICE POINT:
Russell Ks.

DATE <u>10-4-2013</u>	SEC. <u>28</u>	TWP. <u>9S</u>	RANGE <u>25 W</u>	CALLED OUT	ON LOCATION	JOB START <u>2:00 AM</u>	JOB FINISH <u>5:15 AM</u>
LEASE <u>Rothleder</u>	WELL # <u>3</u>	LOCATION <u>ST PETER Ks. 3N 2W 1/2 N 1/4 E</u>			COUNTY <u>Graham</u>	STATE <u>KANSAS</u>	
OLD OR NEW (Circle one)							

CONTRACTOR <u>SOUTH WIND DRILLING Rig #2</u>	OWNER
TYPE OF JOB <u>PRODUCTION STRING (D-V) 4.50 RTD</u>	CEMENT
HOLE SIZE <u>7 7/8</u>	AMOUNT ORDERED <u>150 SX Comm.</u>
CASING SIZE <u>5 1/2 (15.50)</u>	<u>450 SX Lite-WT. w/ 1/4" FIO-Seal PER SX</u>
TUBING SIZE	<u>500 GAL W/FR-2 mud Flush</u>
DRILL PIPE <u>LATCH DOWN PLUG DEPTH ASSY @ 4130</u>	COMMON <u>150 SX @ 16.25</u> <u>2437.50</u>
TOOL <u>D-V Tool @</u>	POZMIX <u>1000</u> @
PRES. MAX	GEL <u>1000</u> @
MEAS. LINE	CHLORIDE @
CEMENT LEFT IN CSG. <u>18.00</u>	ASC @
PERFS.	<u>FIO-Seal 112 LBS @ 2.70</u> <u>302.40</u>
DISPLACEMENT <u>53% /RBL 98% /RBL</u>	<u>450 SX Lite/Weight @ 15.00</u> <u>6750.00</u>

EQUIPMENT

PUMP TRUCK	CEMENTER <u>Glenn</u>
# <u>417</u>	HELPER <u>Woody</u>
BULK TRUCK	
# <u>378</u>	DRIVER <u>Mark</u>
BULK TRUCK	
# <u>473</u>	DRIVER <u>Tony</u>

<u>500 GAL W/FR-2 mud Flush</u>	@ <u>1.27</u>	<u>635.00</u>
CONFIDENTIAL		
<u>OCT 20 2013</u>		
KCC		
HANDLING <u>600 SX TOTAL</u>	@ <u>2.25</u>	<u>1350.00</u>
MILEAGE <u>55 Ton Mile</u>	@ <u>11¢</u>	<u>3630.00</u>
<u>15104.90</u>		TOTAL
<u>2405.00</u>		
<u>17509.90</u>		
<u>3501.98</u>		
<u>14007.92</u>		
		<u>Less 2.0% Discount</u>
		SERVICE

REMARKS: DV TOOL ON #46
Run 100 IT's. of 5 1/2 csg (15.50") set @ 4148' Circulate 1 HR on Bottom Cement Bottom w/ 150 SX Comm. Clear Line. Release H.D.N. Plug. & Displace 45 H₂O 50 mud 3 1/2 H₂O LAMB Plug @ 1500'. Drop Daet. OPEN. DV TOOL @ 1000'. Circulate 2 HRS. Cement Top Stage w/ 450 SX Lite. Release Plug. & Displace 13BL H₂O. LAMB Plug @ #. To Close DV TOOL.

CHARGE TO: TexKan Exploration LLC
 STREET _____
 CITY _____ STATE _____ ZIP _____

<u>770.00</u>		
<u>440.00</u>		
<u>1210.00</u>		
<u>605.00</u>		
<u>4605.00</u>		TOTAL
		<u>Less 5.0% Discount</u>

*** Cement Did Circulate To Surface! (APPROX 75 SX)**
Jim Bevan
William J. [Signature]

To Allied Cementing Co., LLC
 You are hereby requested to rent cementing equipment and furnish cementer and helper(s) 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 and understand the "GENERAL TERMS AND CONDITIONS" listed on the reverse side.

PLUG & FLOAT EQUIPMENT

RR. <u>D-V TOOL</u>	@ <u>3721.00</u>	<u>3721.00</u>
RR. <u>10-TURBO-CENTRALIZERS</u>	@ <u>200.00</u>	<u>200.00</u>
RR. <u>1-FLOAT Shoe</u>	@ <u>541.00</u>	<u>541.00</u>
RR. <u>1-LATCH DOWN PLUG ASSY</u>	@ <u>277.00</u>	<u>277.00</u>
RR. <u>1-BASKET</u>	@ <u>337.00</u>	<u>337.00</u>
<u>4847.50</u>		
<u>484.75</u>		
<u>4362.75</u>		TOTAL

PRINTED NAME _____

SIGNATURE Jim Bevan

SALES TAX (If Any)	
TOTAL CHARGES	
DISCOUNT	
<u>14007.92</u>	
<u>605.00</u>	
<u>4362.75</u>	
<u>\$18,975.67</u>	AFTER DISCOUNTS BEFORE TAX AMOUNT

GENERAL TERMS AND CONDITIONS

DEFINITIONS: In these terms and conditions, "ALLIED" shall mean Allied Cementing Co., LLC, 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.