

1-4-14

**CONFIDENTIAL**

KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION

**ORIGINAL**

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

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Designate Type of Completion:

- New Well       Re-Entry       Workover
- Oil       WSW       SWD       SLOW
- 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 #: \_\_\_\_\_

11-5-11	11--21-11	12-12-11
Spud Date or Recompletion Date	Date Reached TD	Completion Date or Recompletion Date

API No. 15 - 101-22324 - 00-00  
Spot Description: \_\_\_\_\_  
w/2 ne ne se Sec. 28 Twp. 16 S. R. 29  East  West  
2,275 Feet from  North /  South Line of Section  
400 Feet from  East /  West Line of Section  
Footages Calculated from Nearest Outside Section Corner:  
 NE     NW     SE     SW  
County: Lane  
Lease Name: Jasper Well #: 1  
Field Name: wildcat  
Producing Formation: Johnson  
Elevation: Ground: 2806 Kelly Bushing: 2815  
Total Depth: 4600 Plug Back Total Depth: 4598  
Amount of Surface Pipe Set and Cemented at: 241 Feet  
Multiple Stage Cementing Collar Used?  Yes  No  
If yes, show depth set: 2236 Feet  
If Alternate II completion, cement circulated from: 2236  
feet depth to: 382 w/ 500 sx cmt.

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**Drilling Fluid Management Plan**

(Data must be collected from the Reserve Pit)

JAN 04 2014

Chloride content: \_\_\_\_\_ ppm Fluid volume: KCC 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 #: \_\_\_\_\_

**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: Bill Robinson  
Title: agent Date: 12-12-11

**KCC Office Use ONLY**

- Letter of Confidentiality Received  
Date: 1-4-12 - 1-4-14
- Confidential Release Date: \_\_\_\_\_
- Wireline Log Received
- Geologist Report Received
- UIC Distribution
- ALT  I  II  III Approved by: NS Date: 1-11-12

Operator Name: TexKan Exploration, LLC Lease Name: Jasper Well #: 1  
 Sec. 28 Twp. 16 S. R. 29  East  West County: Lane

**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: <b>RAG/MEL</b>	<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>T/Anhydrite</td> <td>2223</td> <td>592</td> </tr> <tr> <td>B/Kansas City</td> <td>4293</td> <td>-1478</td> </tr> </table>	Name	Top	Datum	T/Anhydrite	2223	592	B/Kansas City	4293	-1478
Name	Top	Datum								
T/Anhydrite	2223	592								
B/Kansas City	4293	-1478								

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	241	common	160	3%CC + 2%gel
production	7 7/8	5 1/2	15.5	4598	ASC	150	10%HEAT + 5# gbs. + 500 gal WFR 2

ADDITIONAL CEMENTING / SQUEEZE RECORD				
Purpose:	Depth Top Bottom	Type of Cement	# Sacks Used	Type and Percent Additives
<input type="checkbox"/> Perforate <input checked="" type="checkbox"/> Protect Casing <input type="checkbox"/> Plug Back TD <input type="checkbox"/> Plug Off Zone	380' - surface	*please see	attachment*	

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
4	4524-27, 4531-35	A/1000 15%	4500

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TUBING RECORD: Size: <u>2 7/8</u> Set At: <u>4500</u> Packer At: <u>na</u>		Liner Run: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
Date of First, Resumed Production, SWD or ENHR. <u>12-12-11</u>		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. <u>15</u>	Gas Mcf <u>na</u>	Water Bbls. <u>50</u>
		Gas-Oil Ratio <u>na</u>	Gravity <u>34</u>

DISPOSITION OF GAS: <input checked="" type="checkbox"/> Vented <input type="checkbox"/> Solid <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: <b>CONFIDENTIAL</b> <u>JAN 04 2014</u>
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# ALLIED CEMENTING CO., LLC. 037408

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

SERVICE POINT:  
*Great Bend, KS*

DATE <i>10-28-11</i>	SEC <i>28</i>	TWP <i>16</i>	RANGE <i>29</i>	CALLED OUT	ON LOCATION	JOB START <i>10:20am</i>	JOB FINISH <i>11:50am</i>
LEASE <i>Jasper</i>	WELL #	LOCATION <i>Herly, KS east to Jct. K-4</i>		COUNTY <i>Linn</i>	STATE <i>KS</i>		
OLD OR NEW (Circle one)		<i>E 23 - 1 NORTH - West - North</i>		into			

CONTRACTOR <i>Southwind #2</i>	OWNER <i>Tekken Exploration</i>
TYPE OF JOB <i>Surface</i>	
HOLE SIZE <i>12 1/4</i>	T.D. <i>241</i>
CASING SIZE <i>8 5/8</i>	DEPTH <i>241</i>
TUBING SIZE	DEPTH
DRILL PIPE	DEPTH
TOOL	DEPTH
PRES. MAX	MINIMUM
MEAS. LINE	SHOE JOINT
CEMENT LEFT IN CSG. <i>15 ft.</i>	
PERFS.	
DISPLACEMENT	

CEMENT			
AMOUNT ORDERED	<i>160 sbs Class A</i>		
<i>3% CC 2% gel</i>			
COMMON	<i>160</i>	@ <i>16.25</i>	<i>2600.00</i>
POZMIX		@	
GEL	<i>3</i>	@ <i>21.25</i>	<i>63.75</i>
CHLORIDE	<i>6</i>	@ <i>58.20</i>	<i>349.20</i>
ASC		@	
		@	
		@	
		@	
		@	
		@	
		@	
		@	
		@	
HANDLING	<i>169</i>	@ <i>2.25</i>	<i>380.25</i>
MILEAGE	<i>169 x .50 x .11</i>		<i>929.30</i>
TOTAL			<i>4,322.70</i>

**EQUIPMENT**

PUMP TRUCK	CEMENTER <i>Greg A.</i>
# <i>398</i>	HELPER <i>Shirley R.</i>
BULK TRUCK	
# <i>341</i>	DRIVER <i>Doug C.</i>
BULK TRUCK	
#	DRIVER

**REMARKS:**

*Spore bottom - Deep circulation with rig mud mix 160 sbs Class A 3% gel 2% gel Displace with 141 ft of fresh water shut in cement did circulate rig down plug & plug down 11:50am*

**SERVICE**

DEPTH OF JOB		
PUMP TRUCK CHARGE		<i>1125.00</i>
EXTRA FOOTAGE	@	
MILEAGE <i>HVM</i>	<i>100</i>	@ <i>7.00</i> <i>700.00</i>
MANIFOLD	@	
<i>LVM</i>	<i>100</i>	@ <i>4.00</i> <i>400.00</i>
	@	

TOTAL *2,225.00*

CHARGE TO: *Tekken Exploration*  
STREET \_\_\_\_\_  
CITY \_\_\_\_\_ STATE \_\_\_\_\_ ZIP \_\_\_\_\_

**PLUG & FLOAT EQUIPMENT**

	@	
	@	
	@	
	@	
	@	

TOTAL \_\_\_\_\_

To Allied Cementing Co., LLC.  
You are hereby requested to rent cementing equipment and furnish cement 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 *X William Sanders*  
SIGNATURE *X William Sanders*  
*Thank You*

SALES TAX (If Any)	
TOTAL CHARGES	<i>6,547.70</i>
DISCOUNT <i>70% 28</i>	<i>2,324.29</i>
	<i>4,223.41</i>

IF PAID IN 30 DAYS

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**Additional Cementing / Squeeze Record:**

Pressured up on backside, per instructions from Steve Durrant, KCC District Supervisor. It was witnessed by KCC Rep. Mike Maier. Held 500# pressure appears cement circulated.

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**JAN 04 2014**  
**KCC**

**RECEIVED**  
**JAN 06 2012**  
**KCC WICHITA**

# ALLIED CEMENTING CO., LLC. 035278

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

SERVICE POINT:  
Oakley

DATE <u>11-5-11</u>	SEC. <u>28</u>	TWP. <u>16S</u>	RANGE <u>29W</u>	CALLED OUT	ON LOCATION	JOB START <u>10:30 AM</u>	JOB FINISH <u>11:00 PM</u>
Jasper LEASE	WELL # <u>1</u>	LOCATION <u>23+4 Jct 1/2 N 1W</u>			COUNTY <u>Lane</u>	STATE <u>Ks</u>	
OLD OR NEW (Circle one)		<u>1/4 N winto</u>					

CONTRACTOR <u>Southwind Rig 2</u>	OWNER <u>same</u>	
TYPE OF JOB <u>Production (Bottom stage)</u>		
HOLE SIZE <u>7 7/8</u>	T.D. <u>4600'</u>	CEMENT
CASING SIZE <u>5 1/2</u>	DEPTH <u>4598'</u>	AMOUNT ORDERED <u>150 sks com</u>
TUBING SIZE	DEPTH	<u>10% salt 2% gel 5% Gilsonite</u>
DRILL PIPE	DEPTH	<u>500 gal WFR-2</u>
TOOL <u>20330 DV</u>	DEPTH <u>2236'</u>	
PRES. MAX	MINIMUM	COMMON <u>150 sks @ 16.25 = 2437.50</u>
MEAS. LINE	SHOE JOINT <u>27.79</u>	POZMIX @
CEMENT LEFT IN CSG. <u>27.79</u>		GEL <u>3 sks @ 21.25 = 63.75</u>
PERFS.		CHLORIDE @
DISPLACEMENT <u>108.77 BBL</u>	<u>53.21 mud</u>	ASC @
EQUIPMENT	<u>55.65 water</u>	SALT <u>15 sks @ 23.95 = 359.25</u>

PUMP TRUCK # <u>423-281</u>	CEMENTER <u>Andrew</u>
BULK TRUCK # <u>347</u>	HELPER <u>Jerry</u>
BULK TRUCK # <u>394</u>	DRIVER <u>Brandon</u>
	DRIVER <u>Allen</u>

GILSONITE <u>750# @ .89 = 667.50</u>
WFR-2 <u>500 gal @ 1.27 = 635.00</u>
HANDLING <u>193 sks @ 2.25 = 411.75</u>
MILEAGE <u>116 sk/mile</u>
TOTAL

REMARKS:

Pump 500 gal WFR-2 mix 150 sks com 10% salt 2% gel 5% Gilsonite. Wash pump and line clear. R.P. please Plug start Displacement, 950# Lift Pressure 1400# Land plug float held, open DV tool 1000#. Plug landed @ 102 1/2 BBL

*thank you*

CHARGE TO: Tex Kan Exploration LLC  
STREET \_\_\_\_\_  
CITY \_\_\_\_\_ STATE \_\_\_\_\_ ZIP \_\_\_\_\_

SERVICE

DEPTH OF JOB <u>4598'</u>	
PUMP TRUCK CHARGE	<u>2405.00</u>
EXTRA FOOTAGE @	
MILEAGE @ <u>7.00</u>	
MANIFOLD head <u>Light Valve</u> @ <u>4.00</u>	<u>200.00</u>
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JAN 06 2012  
KCC WICHITA

CONFIDENTIAL

JAN 04 2014

PLUG & FLOAT EQUIPMENT

<u>5/2</u>	
1 AFU float shoe @	<u>349.00</u>
1 gasket @	<u>377.00</u>
1 DV TOOL @	<u>3721.00</u>
10 TURBOLIZERS @ <u>80.00</u>	<u>800.00</u>
1 Latch down plug @	<u>377.00</u>

TOTAL 5524.00

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.

SALES TAX (If Any) \_\_\_\_\_  
TOTAL CHARGES \_\_\_\_\_  
DISCOUNT \_\_\_\_\_ IF PAID IN 30 DAYS

PRINTED NAME \_\_\_\_\_

SIGNATURE \_\_\_\_\_

## 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.

# ALLIED CEMENTING CO., LLC. 035279

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

SERVICE POINT:  
Oakley

DATE <u>11-5-11</u>	SEC. <u>28</u>	TWP. <u>16s</u>	RANGE <u>29W</u>	CALLED OUT	ON LOCATION	JOB START	JOB FINISH
LEASE <u>Jasper</u>	WELL # <u>1</u>	LOCATION <u>23+4 Jct 1 1/2 N 1 W 4 N</u>			COUNTY <u>Lane</u>	STATE <u>K-S</u>	
OLD OR (NEW) (Circle one)			<u>WINTO</u>				

CONTRACTOR Southwind Rig 2  
 TYPE OF JOB Production (Top Stage)  
 HOLE SIZE 7 7/8 T.D. 4600'  
 CASING SIZE 5 1/2 DEPTH 4598'  
 TUBING SIZE DEPTH  
 DRILL PIPE DEPTH  
 TOOL DV DEPTH 2236'  
 PRES. MAX MINIMUM  
 MEAS. LINE SHOE JOINT 22,29'  
 CEMENT LEFT IN CSG. 22,29'  
 PERFS.  
 DISPLACEMENT 53,21 BBL

OWNER same

CEMENT  
 AMOUNT ORDERED 500 sks Lite  
1/4" # FLO-seal

COMMON	@		
POZMIX	@		
GEL	@		
CHLORIDE	@		
ASC	@		
	@		
<u>Lite 500 sks</u>	@	<u>14.50</u>	<u>7250.00</u>
	@		
	@		
<u>FLO-seal 125 #</u>	@	<u>2.70</u>	<u>337.50</u>
	@		
	@		
	@		
<u>HANDLING 539 sks</u>	@	<u>2.25</u>	<u>1212.75</u>
<u>MILEAGE 118 sk/mile</u>			

**EQUIPMENT**

PUMP TRUCK CEMENTER Andrew  
 # 423-281 HELPER Jerry  
 BULK TRUCK DRIVER Ethan  
 # 394  
 BULK TRUCK DRIVER Brandon  
 # 347

**REMARKS:**

Plug mouse hole plug bot hole  
start mixing cement down 5 1/2  
lost circulating approx 500 sks  
left to mix. cement did not  
circulate. Release plug wash  
pump and line clean. Displace plug  
2 1/2 BBL min load plug 1500  
500 # Lift Pressure TOOL CLOSED

Thank you

CHARGE TO: Tex Kan Exploration LLC  
 STREET \_\_\_\_\_  
 CITY \_\_\_\_\_ STATE \_\_\_\_\_ ZIP \_\_\_\_\_

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 \_\_\_\_\_  
 SIGNATURE \_\_\_\_\_

TOTAL \_\_\_\_\_

**SERVICE**

DEPTH OF JOB 2236' **CONFIDENTIAL**  
 PUMP TRUCK CHARGE \_\_\_\_\_  
 EXTRA FOOTAGE @ JAN 14 2012  
 MILEAGE @ KCC  
 MANIFOLD @ \_\_\_\_\_

RECEIVED  
 JAN 06 2012  
 KCC WICHITA

TOTAL \_\_\_\_\_

**PLUG & FLOAT EQUIPMENT**

_____	@		
_____	@		
_____	@		
_____	@		
_____	@		

TOTAL \_\_\_\_\_

SALES TAX (If Any) \_\_\_\_\_  
 TOTAL CHARGES \_\_\_\_\_  
 DISCOUNT \_\_\_\_\_ IF PAID IN 30 DAYS

## 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.



# ALLIED CEMENTING CO., LLC. 035180

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

SERVICE POINT:  
RUSSELL

DATE <u>12-6-11</u>	SEC <u>28</u>	TWP. <u>16 S</u>	RANGE <u>29 W</u>	CALLED OUT <u>2:30 AM</u>	ON LOCATION <u>4 AM</u>	JOB START <u>9 AM</u>	JOB FINISH <u>9:30 AM</u>
LEASE <u>JASPER</u>	WELL # <u>1</u>	LOCATION <u>SHIELDS-KS W TO 423</u>			COUNTY <u>LANE</u>	STATE <u>KS</u>	
OLD OR NEW (Circle one)				<u>N 1.5" - 1" WEST - SOUTH &amp; WEST, W TO</u>			

CONTRACTOR <u>PLAINS</u>	OWNER
TYPE OF JOB <u>SURFACE BACK 2.06 (SAMPLE)</u>	
HOLE SIZE <u>T.D.</u>	CEMENT
CASING SIZE <u>8 7/8</u>	DEPTH <u>240 FT</u>
TUBING SIZE <u>5 1/2</u>	DEPTH
DRILL PIPE	DEPTH
TOOL	DEPTH
PRES. MAX	MINIMUM
MEAS. LINE	SHOE JOINT
CEMENT LEFT IN CSG.	
PERFS.	
DISPLACEMENT	

EQUIPMENT			
PUMP TRUCK	CEMENTER <u>Bob Smith</u>	<u>Light #2</u>	<u>400</u>
# <u>409</u>	HELPER <u>Todd</u>	<u>FLO SEAL</u>	<u>3</u>
BULK TRUCK			
# <u>481</u>	DRIVER <u>TONY</u>		
BULK TRUCK			
#	DRIVER		
		HANDLING <u>414</u>	@ <u>2.25</u> <u>931.5</u>
		MILEAGE <u>60 X 414 X 11</u>	<u>2732.4</u>
		TOTAL	<u>3663.9</u>

REMARKS:

we could not pump down  
the BACK SIDE.

CONFIDENTIAL

SERVICE

JAN 04 2012

KCC

DEPTH OF JOB	<u>240 FT</u>	
PUMP TRUCK CHARGE		<u>1125.00</u>
EXTRA FOOTAGE	@	
MILEAGE	<u>60</u>	@ <u>7.00</u> <u>420.00</u>
MANIFOLD	@	
<u>LDV MILEAGE</u>	<u>60</u>	@ <u>4.00</u> <u>240.00</u>
	@	
TOTAL		<u>1785.00</u>

CHARGE TO: TEX KAN  
STREET \_\_\_\_\_  
CITY \_\_\_\_\_ STATE \_\_\_\_\_ ZIP \_\_\_\_\_

PLUG & FLOAT EQUIPMENT

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.

SALES TAX (If Any)

TOTAL CHARGES 5448.90

PRINTED NAME Joel Lawton

DISCOUNT \_\_\_\_\_ IF PAID IN 30 DAYS

SIGNATURE Joel Lawton

TOTAL 0