

STATE OF KANSAS
STATE CORPORATION COMMISSION
130 S. Market, Room 2078
Wichita, KS 67202

WELL PLUGGING RECORD

K.A.R.-82-3-117

API NUMBER 15-025-20417-00-00

LEASE NAME SO. MINNEOLA

WELL NUMBER 9-1

NOTICE: Fill out completely 1980 Ft. from S Section Line

and return to Cons. Div. 660 Ft. from E Section Line

office within 30 days

LEASE OPERATOR Murfin Drilling Co., Inc.

SEC 8 TWP. 30S RGE. 25W (E) or (W)

ADDRESS 250 N. Water, Suite 300; Wichita, KS 67202

COUNTY CLARK

PHONE # () 267-3241 OPERATORS LICENSE NO. 30606

Date Well Completed 1/28/81

Character of Well OIL (Oil, Gas, D&A, SWD, Input, Water Supply Well)

Plugging commenced 12/19/01

Plugging Completed 12/19/01

The plugging proposal was approved on 12/16/01 (date)

by Steve Middleton w/KCC Dodge City, KS.

(KCC District Agent's Name).

Is ACO-1 filed? no If not, is well log attached? yes

Producing Formation MORROW Depth to Top 5300 Bottom 5305 TD 5450'

Show depth and thickness of all water oil and gas formations.

OIL, GAS, OR WATER RECORDS

CASING RECORD

Formation	Content	From	To	Size	Put In	Pulled out
		surface	648	8 5/8	648	0
		production	5440	4 1/2		2980'

Describe in detail the manner in which the well was plugged, indicating where the mud fluid was placed and the method or methods used in introducing it into the hole. If cement or other plugs were used, state the character of same and depth placed, from ___ feet to ___ feet each set.

Plugged well as follows: Pumped 300# hulls. Pump 10 sxs Gel. pump 50 sx. Cement, pump 10 sx Gel. Pump 100# hulls. Release plug. Pumped 150 sx. Cement. Well P/A. Witnessed and approved by Steve Middleton w/ KCC Dodge City KS.

Name of Plugging Contractor Murfin Drilling Company, Inc. License No. 30606 Address 250 N. Water, Suite 300; Wichita, KS 67202

NAME OF PARTY RESPONSIBLE FOR PLUGGING FEES: Murfin Drilling Company, Inc.

STATE OF KANSAS COUNTY OF SEDGWICK, ss.

Larry M. Jack, Production Manager (Employee of Operator) or (Operator) of above-described well, being first duly sworn on oath, says: That I have knowledge of the facts, statements, and matters herein contained and the log of the above-described well as filed that the same are true and correct, so help me God.

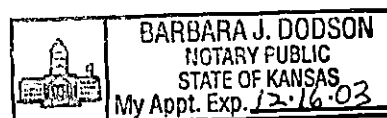
(Signature) Larry M. Jack
(Address) Wichita, KS

SUBSCRIBED AND SWORN TO before me this 28 th day of Dec, 2001

Notary Public - Barbara J. Dodson Barbara J. Dodson

My Commission Expires: 12/16/03 Form CP-4 Revised 05-88

RECEIVED
12-31-2001
DEC 31 2001
KCC WICHITA



CR

ALLIED CEMENTING CO., INC.
 P.O. BOX 31
 RUSSELL, KS 67665
 PH (785) 483-3887
 FAX (785) 483-5566
 FEDERAL TAX ID# 48-0727860

 * I N V O I C E *

Invoice Number: 086178

Invoice Date: 12/18/01

COPY

Sold Murfin Drilling Co.
 To: 250 N. Water, St. #300
 Wichita, KS
 67202

USED FOR 036 RA
 APPROVED [Signature]

Due Date: 01/17/02
 Terms: Net 30
 Cust I.D.: Murfin
 P.O. Number: S.Minneola#9-1
 P.O. Date: 12/18/01

Item I.D./Desc	Qty Used	Unit	Price	Net	TX
Common	120.00	SKS	6.6500	798.00	T
Pomzix	80.00	SKS	3.5500	284.00	T
Gel	20.00	SKS	10.0000	200.00	T
Hulls	4.00	SKS	18.0000	72.00	T
Handling	228.00	SKS	1.1000	250.80	T
Mileage (60)	60.00	MILE	9.1200	547.20	T
228 sks @ \$.04 per sk per mi					
Plug	1.00	JOB	475.0000	475.00	T
Wooden plug	1.00	EACH	23.0000	23.00	T

All Prices Are Net, Payable 30 Days Following Date of Invoice. 1 1/2% Charged Thereafter.
 If Account CURRENT take Discount of \$265.00 ONLY if paid within 30 days from Invoice Date

Subtotal: 2650.00
 Tax: 169.60
 Payments: 0.00
 Total: 2819.60

RECEIVED
 DEC 31 2001
 MCC WICHITA

RECEIVED
 DEC 27 2001
 MCC WICHITA

ALLIED CEMENTING CO., INC.

08911

Federal Tax I.D.# 48-0727860

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

SERVICE POINT:
Medicine Lodge

DATE <u>12-10-01</u>	SEC <u>8</u>	TWP. <u>36S</u>	RANGE <u>25W</u>	CALLED OUT <u>4:30 A.M.</u>	ON LOCATION <u>3:00 P.M.</u>	JOB START <u>3:30 P.M.</u>	JOB FINISH <u>4:20 P.M.</u>
LEASE <u>South Minneola</u>	WELL # <u>9-1</u>	LOCATION <u>Minneola KS, 46</u>			COUNTY <u>Clark</u>	STATE <u>KS</u>	
OLD OR NEW (Circle one)			<u>1/2 N F/INTO</u>				

CONTRACTOR Mike's T&S

TYPE OF JOB O.H.P.

HOLE SIZE 8 5/8 T.D.

CASING SIZE DEPTH

TUBING SIZE DEPTH

DRILL PIPE DEPTH

TOOL DEPTH

PRES. MAX 1000 MINIMUM 0

MEAS. LINE SHOE JOINT

CEMENT LEFT IN CSG.

PERFS.

DISPLACEMENT

OWNER Muffin Drfg. Co.

CEMENT

AMOUNT ORDERED 200sx60:40:6

20sx Gel

400# Hulls

COMMON	<u>120</u>	@	<u>6.65</u>	<u>798.00</u>
POZMIX	<u>80</u>	@	<u>3.55</u>	<u>284.00</u>
GEL	<u>20</u>	@	<u>10.00</u>	<u>200.00</u>
CHLORIDE		@		
<u>C.S. Hulls 400#</u>		@	<u>18.00</u>	<u>72.00</u>
		@		
		@		
		@		
		@		
HANDLING	<u>228</u>	@	<u>1.10</u>	<u>250.80</u>
MILEAGE	<u>228 x 60</u>		<u>.04</u>	<u>547.20</u>
				TOTAL <u>2052.00</u>

EQUIPMENT

PUMP TRUCK CEMENTER David W.

302 HELPER Steve D.

BULK TRUCK

363 DRIVER Dwayne W.

BULK TRUCK

DRIVER

REMARKS:

SERVICE

Dump 300# Hulls

Pump 10sx Gel pump 50 sx Cement

pump 10sx Gel pump 100# Hulls

Relas Plug

pump 150sx Cement

DEPTH OF JOB

PUMP TRUCK CHARGE 475.00

EXTRA FOOTAGE @

MILEAGE 60 @ 3.00 N/C

PLUG Wooden 8 7/8" @ 23.00 23.00

@

@

RECEIVED

TOTAL 498.00

DEC 3 1 2001

WICHITA FLOAT EQUIPMENT

CHARGE TO: Muffin Drfg. Co.

STREET

CITY STATE ZIP

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 [Signature]

TAX 163.20

TOTAL CHARGE 2713.20

DISCOUNT 255.00 IF PAID IN 30 DAYS

2458.20

SIGNATURE [Signature]

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.