STATE CORPORATION COMMISSION OF KANSAS OIL 2 GAS CONSERVATION DIVISION WELL COMPLETION FORM ACO-1 WELL NISTORY BESCRIPTION OF WELL AND LEASE	API NO. 15-
Operator: License # 5418	660 Feet from 8/N (circle one) Line of Section
Name: ALLEN DRILLING COMPANY	1880 Feet from (E/W (circle one) Line of Section
Address P.O. Box 1389	Footages Calculated from Nearest Outside Section Corner: NE, SE, NW or SW (circle one)
Great Bend, KS 67530	Lease Name GIESSEL Well # 1
City/State/Zip	Field Name Wildcat
Purchaser: D & A	Producing Formation D & A
Operator Contact Person: <u>Doug Hoisington</u>	
rhone (<u>303) 799-6660 · </u>	
Contractor: Name:AIJEN_DRILLING_COMPANY_	Amount of Surface Pipe Set and Cemented at
License: 5418	
Wellsite Geelogist: Denny Furst	If yes, show depth setFee
Designate Type of Completion	If Alternate II completion, cement circulated from
OilSWDSIOWTemp. Abd.	feet depth to sx cat
X Dry	Chloride content 5500 ppm Fluid volume 160 bbl Dewatering method used Hauled to disposal well Location of fluid disposal if hauled offsite: Disposal Well: Cheyenne Well Service Operator Name Pintail Lease Name Ditman License No. 5086 SW Quarter Sec. 34 Twp. 21 s Rng. 16W E/W County Pawnee Docket No.45,759-CC-3584
12 months if requested in writing and submitted with the months). One copy of all wireline legs and geologist well MUST BE ATTACHED. Submit CP-4 form with all plugged we All requirements of the statutes, rules and regulations promul with and the statements herein are complete and correct to the signature Sign	report shall be attached with this form. ALL CEMENTING TICKETS tils. Submit CP-111 form with all temporarily abandoned wells. Igated to regulate the oil and gas industry have been fully complicated been of my knowledge. K.C.C. OFFICE USE DALY Letter of Confidentiality Attached C. Wreline Quagent All Old DVISION
Subscribed and sworn to before se this 210 day of 19.	Geologist Refishion Nepa

Geologic Report

15-145-214290000

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ORIGINAL

Allen Drilling (Liboc, Inc. Turnkey) No. 1 Giessel Sec. 17-T21S-16W Pawnee County, Kansas

The No. 1 Giessel was an offset to the M.B. Armer Drilling Co. DeRoo No. 1 Sec. 17-T21S-R17W, SWSWSE which tested 4000-5000 MCFGPD from the Arbuckle. The No. 1 Giessel was watched from spud to total depth. Wet and dry samples were saved and examined by microscope and black light from base of surface casing to total depth 3875 in the Arbuckle formation. The only shows of oil or gas were noted in the Basal Penn Sand and the Arbuckle dolomite.

The sand is loose grained with no cementing material. Pale green flourence and a white flowing cut was observed under black light. A few drops of dark brown oil were observed in wet samples.

The Arbuckle dolomite was tan with medium rhombic intercrystalline porosity. Porosity was poor to fair. A pale white flourence with slight dark brown cut was observed under black light. A slight odor was noted. The dolomite had rich even brown staining.

Packers failed while testing the Arbuckle and only gas cut watery mud, gas cut muddy water and water were recovered. Even though dual packers were run above and below the test interval they failed in two DST attempts. This may have occurred because 63 feet of tail pipe was run below the lower packers. If any extra weight, that is the dead weight of the drill string is put on this, interval the tail pipe may bend enough to force the packer to fail. Another cause of packer failure is washout of the hole above and below the packer seats. If a rotary hole is drilled with too much weight on the bit washout may be excessive. This did not appear to be the case as the logs on the No. 1 Giessel did not indicate excessive wash out.

The interval tested is highly fractured and this fact alone could cause packer failure.

On DST No. 2 from 3745-3822 the packers did hold for 25 minutes, long enough for gas to surface. Only gas cut watery mud, gas cut muddy water and water were recovered.

The reason that no gas flow occurred could be explained by the fact that a thin gas pay exists in the No. 1 Giessel and pressure in the Arbuckle water zone overcame and blocked off the gas zone.

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JAN 2 5 1996

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ALLIED CEMENTING CO., INC.

2837

SERVICE POINT: REMIT TO P.O. BOX 31 ORIGINA **RUSSELL, KANSAS 67665** CALLED OUT ON LOCATION RANGE JOB START COUNTY WELL# Lornod 2N qual LOCATION OLD OR NEW (Circle one) **OWNER** TYPE OF JOB **CEMENT HOLE SIZE** 10425 T.D. CASING SIZE \$ 10017 ld AMOUNT ORDERED **DEPTH** 4/35 5 **TUBING SIZE** DEPTH DRILL PIPE **DEPTH** TOOL DEPTH **MINIMUM** PRES. MAX COMMON. MEAS. LINE @ POZMIX CEMENT LEFT IN CSG. @ PERFS. (ad. Obb CHLORIDE @ **EQUIPMENT** @ @ CEMENTER_///// **PUMP TRUCK** @ 120 HELPER **HANDLING** @ **BULK TRUCK** MILEAGE DRIVER **BULK TRUCK** TOTAL DRIVER 261 SERVICERECEIVED **REMARKS:** STATE CORPORATION COMMISSION mud pumb **DEPTH OF JOB** PUMP TRUCK CHARGE CONSERVATION DIVISION
Wighita, Kansas **EXTRA FOOTAGE** MILEAGE PLUG / - 9 3 @ @ TOTAL CHARGE TO: Allen Drilling **FLOAT EQUIPMENT** Thonk yours & Bick
Allead Dunne & Brick CITY Accet Bar O STATE KS. ZIP 67530 @ @ TOTAL TAX_ To Allied Cementing Co., Inc. TOTAL CHARGE -You are hereby requested to rent cementing equipment and furnish cementer and helper to assist owner or IF PAID IN 30 DAYS DISCOUNT 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 Move

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.

ETERMS: 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 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.

ALLIED CEMENTING CO., INC. -4907

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

SIGNATURE A Ment

ORIGINAL

SERVICE POINT:

CALLED OUT ON LOCATION JOB START JOB FINISH RANGE 7:30 Am 2:00 Am STATE LEASE SE WELL# LOCATION KAIVS OLD OR NEW (Circle one) ARM. 2N 12W CONTRACTOR All FN **OWNER** CEMENT TYPE OF JOB KOTAR HOLE SIZE 7 T.D. AMOUNT ORDERED CASING SIZE 8 5/4 1040 URFACEDEPTH **TUBING SIZE** DRILL PIPE DEPTH TOOL DEPTH PRES. MAX COMMON **MINIMUM** MEAS. LINE @ **SHOE JOINT POZMIX** CEMENT LEFT IN CSG. GEL PERFS. CHLORIDE @ **EQUIPMENT** @ @ PUMP TRUCK CEMENTER @ **HELPER** HANDLING @ BULK TRUCK **MILEAGE** 160 DRIVER **BULK TRUCK** DRIVER SERVICE **REMARKS: DEPTH OF JOB** (3) PUMP TRUCK CHARGE 0 EXTRA FOOTAGE @ MILEAGE @ PLUG / @ @ @ TOTAL CHARGE TO: **FLOAT EQUIPMENT** STREET CITY STATE @ @ @ @ and the production of the second of the first of the first TAX_ To Allied Cementing Co., Inc. TOTAL CHARGE You are hereby requested to rent cementing equipment and furnish cementer and helper to assist owner or DISCOUNT IF PAID IN 30 DAYS 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.

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Western Representative. A.C.A.

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