

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

RECEIVED

WELL COMPLETION FORM

WELL HISTORY - DESCRIPTION OF WELL & LEASE

ORIGINAL

Operator: License # KCC WICHITA 30742

Name: Palomino Petroleum, Inc.

Address: 4924 SE 84th St. Approx. N/2 NE SE NW Sec. 27 Twp. 21 S. R. 13 East West

City/State/Zip: Newton, KS 67114-8827

Purchaser: NCRA

Operator Contact Person: Klee R. Watchous

Phone: (316) 799-1000

Contractor: Name: Shields Drilling Co., Inc.

License: 5184

Wellsite Geologist: Bob Schreiber

Designate Type of Completion:

- New Well Re-Entry Workover
- Oil SWD SLOW Temp. Abd.
- Gas ENHR SIGW
- Dry Other (Core, WSW, Expl., Cathodic, 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./SWD
- Plug Back Plug Back Total Depth
- Commingled Docket No. _____
- Dual Completion Docket No. _____
- Other (SWD or Enhr.?) Docket No. _____

<u>2/12/03</u>	<u>2/21/03</u>	<u>3/10/03</u>
Spud Date or Recompletion Date	Date Reached TD	Completion Date or Recompletion Date

API No. 15 - 185-23180

County: Stafford

1430 feet from S / (N) (circle one) Line of Section

2270 feet from E / (W) (circle one) Line of Section

Footages Calculated from Nearest Outside Section Corner:

(circle one) NE SE (NW) SW

Lease Name: Munz Well #: 1

Field Name: Gates

Producing Formation: Arbuckle

Elevation: Ground: 1876 Kelly Bushing: 1881

Total Depth: 3685 Plug Back Total Depth: _____

Amount of Surface Pipe Set and Cemented at 388 Feet

Multiple Stage Cementing Collar Used? Yes No

If yes, show depth set _____ Feet

If Alternate II completion, cement circulated from _____

feet depth to _____ w/ _____ sx cmt.

Drilling Fluid Management Plan Att 1 en 4.16.03
(Data must be collected from the Reserve Pit)

Chloride content _____ ppm Fluid volume _____ bbls

Dewatering method used _____

Location of fluid disposal if hauled offsite: _____

Operator Name: Bob's Oil Service, Inc.

Lease Name: Teichmann License No.: 32408

Quarter SW Sec. 16 Twp. 22 S. R. 12 East West

County: Stafford Docket No.: D-23,722

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.

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: Klee R. Watchous

Title: President Date: 4/7/03

Subscribed and sworn to before me this 7th day of April

~~2003~~ 2003

Notary Public: Carla R. Penwell

Date Commission Expires: 10-6-05

KCC Office Use ONLY

- Letter of Confidentiality Attached
- If Denied, Yes Date: _____
- Wireline Log Received
- Geologist Report Received
- UIC Distribution



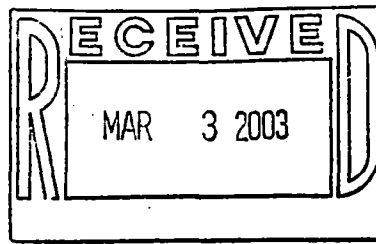
Neva Limestone	2232	(- 351)
Roca Shale	2283	(- 402)
Red Eagle Limestone	2316	(- 435)
Foraker Limestone	2348	(- 467)
Woodsiding	2482	(- 601)
Root Shale	2578	(- 697)
Stotler	2615	(- 734)
Tarkio	2677	(- 796)
Howard	2826	(- 945)
Heebner	3190	(-1309)
Queen Hill	3090	(-1209)
Heebner	3190	(-1309)
Toronto	3211	(-1330)
Brown Lime	3320	(-1439)
Lansing	3331	(-1450)
Viola	3584	(-1703)
Simpson	3607	(-1726)
Arbuckle	3658	(-1777)
LTD	3685	(-1804)
RTD	3685	(-1804)

RECEIVED
APR 08 2003
KCC WICHITA

SWIFT SERVICES, INC.

PO BOX 466

NESS CITY, 67560-0466



15.185.23180.0000 ORIGINAL Invoice

DATE	INVOICE #
2/22/03	5330

BILL TO
Palomino Petroleum Inc. 4924 S E 84th Street Newton, KS 67114-8827

RECEIVED
APR 08 2003
KCC WICHITA

TERMS	Well No.	Lease	County	Contractor	Well Type	Well Category	Operator	Job Purpose
Net 30	# 1	Munz	Stafford	Shields	Oil	Development	Roger	Cmt 5 1/2" Pr...
PRICE REFERE...	DESCRIPTION				QTY	UNIT PRICE	AMOUNT	
575D	Milage				70	2.50	175.00	
578D	Pump Service				1	1,200.00	1,200.00	
400-5	5 1/2" Guide Shoe				1	80.00	80.00T	
410-5	Top Plug				1	50.00	50.00T	
401-5	5 1/2" Insert Float with Auto Fill				1	110.00	110.00T	
402-5	5 1/2" Centralizers				6	40.00	240.00T	
403-5	5 1/2" Cement Basket				2	110.00	220.00T	
281	Mud Flush				500	0.50	250.00T	
221	Liquid KCL				2	19.00	38.00T	
330	Swift Multi-Density				75	9.50	712.50T	
325	Cement				100	6.75	675.00T	
284	Calseal				5	25.00	125.00T	
283	Salt				500	0.15	75.00T	
285	CFR				50	2.75	137.50T	
276	Flocele				50	0.90	45.00T	
581D	Service Charge Cement				175	1.00	175.00	
583D	Drayage				625.45	0.75	469.09	
	Subtotal						4,777.09	
	Sales Tax					5.30%	146.17	
Thank you for your business.						Total	\$4,923.26	



CHARGE TO: Palemio Petroleum
 ADDRESS:
 CITY, STATE, ZIP CODE:

TICKET No 5330

PAGE 1 OF 2

SERVICE LOCATIONS 1. <u>Hays, KS.</u>	WELL/PROJECT NO. <u>#1</u>	LEASE <u>Manz</u>	COUNTY/PARISH <u>Stafford</u>	STATE <u>Ks.</u>	CITY	DATE <u>2-22-03</u>	OWNER <u>Same</u>
2.	TICKET TYPE <input checked="" type="checkbox"/> SERVICE <input type="checkbox"/> SALES	CONTRACTOR <u>Shields</u>	RIG NAME/NO.	SHIPPED VIA <u>CH</u>	DELIVERED TO <u>Loc.</u>	ORDER NO.	
3.	WELL TYPE <u>Oil</u>	WELL CATEGORY <u>Development</u>	JOB PURPOSE <u>Cont. 5 1/2" Prod. Csg.</u>	WELL PERMIT NO.		WELL LOCATION	
4. REFERRAL LOCATION	INVOICE INSTRUCTIONS						

PRICE REFERENCE	SECONDARY REFERENCE/ PART NUMBER	ACCOUNTING			DESCRIPTION	QTY.		UNIT PRICE		AMOUNT
		LOC	ACCT	DF		QTY.	UM	QTY.	UM	
575		1			MILEAGE #103	70	mil	2	50	175.00
578		1			Pump Service	1	ea	1,200	00	1,200.00
400		1			Guide Shoe	1	ea	5 1/2	in	80.00
410		1			Top Plug	1	ea	"	"	50.00
401		1			Insert Float Valve	1	ea	"	"	110.00
402		1			Centralizers	6	ea	"	"	40.00
403		1			Cont. Baskets	2	ea	"	"	110.00
281		1			Mud Flush	500	gal			50.00
221		1			RCL	2	gal			19.00
					See Continuation					2,414.09

LEGAL TERMS: Customer hereby acknowledges and agrees to the terms and conditions on the reverse side hereof which include, but are not limited to, **PAYMENT, RELEASE, INDEMNITY, and LIMITED WARRANTY** provisions.

MUST BE SIGNED BY CUSTOMER OR CUSTOMER'S AGENT PRIOR TO START OF WORK OR DELIVERY OF GOODS

[Signature]
 DATE SIGNED _____ TIME SIGNED _____
 A.M.
 P.M.

REMIT PAYMENT TO:

SWIFT SERVICES, INC.
 P.O. BOX 466
 NESS CITY, KS 67560
 785-798-2300

SURVEY	AGREE	UN-DECIDED	DIS-AGREE
OUR EQUIPMENT PERFORMED WITHOUT BREAKDOWN?			
WE UNDERSTOOD AND MET YOUR NEEDS?			
OUR SERVICE WAS PERFORMED WITHOUT DELAY?			
WE OPERATED THE EQUIPMENT AND PERFORMED JOB CALCULATIONS SATISFACTORILY?			
ARE YOU SATISFIED WITH OUR SERVICE?	<input type="checkbox"/> YES <input type="checkbox"/> NO		
<input type="checkbox"/> CUSTOMER DID NOT WISH TO RESPOND			

PAGE TOTAL	4777	09
TAX	146	17
TOTAL	4923	26

ORIGINAL



PO Box 466
Ness City, KS 67560
Off: 785-798-2300

TICKET CONTINUATION

TICKET No. **5330**

CUSTOMER **Palomino Petroleum** WELL **Menz #1** DATE **2-22-03** PAGE **2** OF **2**

PRICE REFERENCE	SECONDARY REFERENCE/ PART NUMBER	ACCOUNTING			TIME	DESCRIPTION	QTY.		U/M		UNIT PRICE	AMOUNT	
		LOC.	ACCT.	DF.									
330		1				SMO	75	SKS			9.50	712.50	
325		1				EA-2	100	SKS			6.75	675.00	
284		1				Cakeal	5	SKS			25.00	125.00	
283		1				Salt	500	#			15.00	7500.00	
285		1				CFR	50	#			2.75	137.50	
276		1				Flocele	50	#			90.00	4500.00	
581						SERVICE CHARGE					1.00	175.00	
583						MILEAGE CHARGE					1.75	469.00	

ORIGINAL

CONTINUATION TOTAL **2,414.00**

JOB LOG

SWIFT Services, Inc. ORIGINAL

DATE 2-22-03 PAGE NO. 1

CUSTOMER *Palermio Pet.* WELL NO. *#1* LEASE *Munz* JOB TYPE *Long String* TICKET NO. *5330*

CHART NO.	TIME	RATE (BPM)	VOLUME (BBL)(GAL)	PUMPS		PRESSURE (PSI)		DESCRIPTION OF OPERATION AND MATERIALS
				T	C	TUBING	CASING	
	<i>12:30</i>							<i>on loc.</i>
	<i>0200</i>							<i>Start in hole with 5 1/2" Csg Griddle Shoe Insert Float Valve Cent. on #1, #3, #8, #9, #14, #19 Basket on #2, #10</i>
	<i>0400</i>							<i>Drop Ball</i>
	<i>0415</i>							<i>Csg. on Bottom Circulate w/ Rig pump</i>
	<i>0500</i>							<i>Plug B. Hole & M. Hole Pump 500 gal Mud Flush Pump 20^{SS} RCL Flush shut down fix truck</i>
	<i>0600</i>		<i>12</i>					<i>mix 175 sk SMD mix 100 sk EA-2 wash out pump & line.</i>
	<i>0655</i>		<i>89.5</i>					<i>Displace Top plug Plug down Release Press. Float Held Wash and rack up truck</i>
	<i>0730</i>							<i>Job Complete</i>

Handwritten signature

ALLIED CEMENTING CO., INC.

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

INVOICE

ORIGINAL

Invoice Number: 089264
 Invoice Date: 02/21/03

Sold Palomino Petroleum, Inc.
 To: 4924 SE 84th St.
 Newton, KS
 67114-8827

RECEIVED
 APR 08 2003
 KCC WICHITA

RECEIVED
 FEB 24 2003

Due Date: 03/23/03
 Terms: Net 30
 Cust I.D.: Palo
 P.O. Number: Munz #1
 P.O. Date: 02/21/03

Item I.D./Desc.	Qty. Used	Unit	Price	Net	TX
Common	300.00	SKS	6.6500	1995.00	E
Gel	6.00	SKS	10.0000	60.00	E
Chloride	9.00	SKS	30.0000	270.00	E
Handling	315.00	SKS	1.1000	346.50	E
Mileage (13)	13.00	MILE	12.5000	163.80	E
315 sks @ \$.04 per sk per mi					
Surface	1.00	JOB	520.0000	520.00	E
Extra Footage	91.00	PER	0.5000	45.50	E
Mileage pmp trk	13.00	MILE	3.0000	39.00	E
Plug	1.00	EACH	45.0000	45.00	E

All Prices Are Net, Payable 30 Days Following Subtotal: 3484.80
 Date of Invoice: 1-1/2% Charged Thereafter Tax: 0.00
 If Account CURRENT take Discount of \$ 348.58 Payments: 0.00
 ONLY if paid within 30 days from Invoice Date Total: 3484.80

ALLIED CEMENTING CO., INC. 6078

Federal Tax I.D.# 48-0727860

ORIGINAL

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

SERVICE POINT

2-13-03 *at head*

DATE <u>2-13-03</u>	SEC. <u>27</u>	TWP. <u>21</u>	RANGE <u>13</u>	CALLED OUT <u>11:30PM</u>	ON LOCATION <u>1:15AM</u>	JOB START <u>2:00AM</u>	JOB FINISH <u>3:00AM</u>
LEASE <u>MUNZ</u>	WELL # <u>1</u>	LOCATION <u>Box 57 Colm + 291 - 45, 1/2 E</u>		COUNTY <u>Safford</u>	STATE <u>Ka</u>		
OLD OR NEW (Circle one) <u>NEW</u>				<u>S/S</u>			

CONTRACTOR <u>Shielder Mfg</u>	OWNER <u>Some</u>
TYPE OF JOB <u>Surface</u>	
HOLE SIZE <u>12 1/4"</u>	T.D. <u>391'</u>
CASING SIZE <u>8 5/8"</u>	DEPTH <u>391'</u>
TUBING SIZE	DEPTH
DRILL PIPE	DEPTH
TOOL	DEPTH
PRES. MAX	MINIMUM
MEAS. LINE	SHOE JOINT
CEMENT LEFT IN CSG. <u>15'</u>	
PERFS.	
DISPLACEMENT <u>24 bbls</u>	
EQUIPMENT	
PUMP TRUCK # <u>181</u>	CEMENTER <u>Tom D</u>
	HELPER <u>Bob B</u>
BULK TRUCK # <u>344</u>	DRIVER <u>Steve T</u>
BULK TRUCK #	DRIVER
	TOTAL

REMARKS:
Run 391' of 8 5/8" csg. Break circulation.
Mixed 30 bags Common, 38cc 222nd.
Released plug. Displaced with fresh
H₂O.
Cement did circulate

DEPTH OF JOB <u>391'</u>	
PUMP TRUCK CHARGE	
EXTRA FOOTAGE @	
MILEAGE @	
PLUG <u>1-8 5/8 wooden</u> @	
@	
TOTAL	

CHARGE TO: Polomina Petroleum

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 Burton Beery

Burton Beery
 PRINTED NAME