

LEASE NAME: <b>Cutter KGS #1 (1343601)</b>	COUNTY: <b>Stevens</b> STATE: <b>KS</b>
WELL LOCATION: <b>2440' FNL, 1320' FEL</b>	SEC: <b>1-31S-35W</b>
OPERATOR: <b>Berexco LLC</b>	API: <b>15-189-22781</b>
CONTRACTOR: <b>Beredco LLC</b>	ELEVATION: <b>2926' GL, 2939' KB</b>
RIG: <b>1 (316-285-2530)</b>	Toolpusher: <b>Rick Walker (316-285-2526)</b>
Cc: <b>Brett, Richard, Evan</b> Email daily: <b>Dana, Danish, Bill, Randy, G, Pete, Troy</b> FINAL: <b>AEB, WF (email Donna H on D&amp;A)</b>	SPUD DATE: <b>8/1/12 at 11:30 am</b>

07/27/12 Begin location dirt work.

07/30/12 Working on location

07/31/12 Finishing location & prep to spud by setting conductor pipe.

08/01/12 Finishing location. Note revised ground elevation is 3' higher than staking plat due to fill at well from location construction. Old ground level was 2923'. Revised ground level is 2926'.

08/02/12 Waiting on cement as of 7:00 am 8/2/12. On 8/1/12 move in, rig up KODA Services drilling co spudder rig. Spudded well at 11:30 am on 8/1/12. Drilled 60" diameter cellar to 6' below ground level. Spudded well with 26" bit and drilled to 103' KB. Set 16", 65 #/ft conductor casing. Cemented with 9 cubic yards cement from TD to surface. Rig down KODA drilling rig. Will allow cement to set prior to moving in Beredco Rig 1.

08/10/12 Plan to move Beredco Rig 1 to location on Monday.

08/14/12 Began rigging up Bd Rig #1.

08/15/12 Finished rigging up. Started drilling 12" surface hole @8:30 am, 8/15/12, @50' KB. Survey 1/4° @259', 1° @750'.

08/16/12 Drilling @1074' (1024').

08/17/12 Drilled to 1742' Survey 1° @1742'. Ran 8-5/8", 23# csg (1748') at 1734'. 430 sx A-Co blend cement w/3% CC, \_# flakes, 0.2# water control & 150 sx Premium Plus w/2% CC & \_# flakes. 90 sx circ to reserve pit. Float held. Plug down @3:30 am, 8/17/12.

08/18/12 Drilling @1920' (178')

08/19/12 Drilling @2700' (780'). Survey 1° @2700'.

08/20/12 Drilled to 3248' (548'). Pipe stuck in hole. Spotted 30 Bbls of oil & worked pipe free. Tripped pipe to replace jt of drill pipe w/hole.

08/21/12 Drilling @3898' (650'). Displaced hole w/fresh mud.