ropriate District Office State of New Mexico Submit to A Form C-105 6 copies State Leas: Energy, Minerals and Natural Resources Fee Lease copies Revised June 10, 2003 WELL API NO. District_I 1625 N. French, Hobbs, NM 88240 30-045-31805 District II OIL CONSERVATION DIVISION 5. Indicate Type Of Lease 1301 W. Grand Avenue, Artesia, NM 88210 1220 South St. Francis Dr. STATE FEE District III Santa Fe, NM 87505 1000 Rio Brazos Rd., Aztec, NM 87410 6. State Oil & Gas Lease No. District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 WELL COMPLETION OR RECOMPLETION REPORT AND LOGAR 1a. Type of Well: 7. Lease Name or Unit Agreement Name GAS WELL X DRY ... OTHER OIL WELL ADATR b. Type of Completion: NEW WORK OVER DIFF. OTHER DEEPEN 2. Name of Operator 8. Well No. XIO Energy Inc. 9. Pool name or Wildcat 3. Address of Operator BASIN FRUITLAND COAL 2700 Farmington Ave., Bldg. K. Ste 1 Farmington, NM 87401 Well Location NORTH Line and 1520 Unit Letter G: 1375 Feet From The __ Feet From The _ Township 29N Section 29 Range 10W NMPM SAN JUAN County 11. Date T.D. Reached 10. Date Spudded 12. Date Compl. (Ready to Prod.) 13. Elevations (DF & RKB, RT, GR, etc.) 14. Elev. Casinghead 4/1/04 5504' GR 2/19/04 3/4/04 18. Intervals 15. Total Depth 16. Plug Back T.D. 17. If Multiple Compl. How Rotary Tools Cable Tools Drilled By Many Zones? 1984 ' 1937' NO 19. Producing Interval(s), of this completion - Top, Bottom, Name 20. Was Directional Survey Made FRUITLAND COAL 1610' - 1754' NO 21. Type Electric and Other Logs Run 22. Was Well Cored ALL/GR/SP/TLD/CSN/Pe/MCFL/CCL NO CASING RECORD (Report all strings set in well) CEMENTING RECORD **CASING SIZE** WEIGHT LB./FT. HOLE SIZE **DEPTH SET** AMOUNT PULLED 7" 225' 20# J-55 8-3/4" 125 sx 0 4-1/2" 10.5# J-55 1981' 0 6-1/4" 440 sx 24. LINER RECORD TUBING RECORD SIZE TOP **BOTTOM** SACKS CEMENT | SCREEN SIZE **DEPTH SET** PACKER SET 2-3/8" 1824' 26. Perforation record (interval, size, and number) 27. ACID, SHOT, FRACTURE, CEMENT, SQEEZE, ETC. **DEPTH INTERVAL** AMOUNT AND KIND MATERIAL USED 1744' - 1754' (0.49", 30 HOLES) 1744' - 1754' A. w/1485 gals 15% HCl ac. Frac'd 1610' - 1684' (0.49", 60 HOLES) w/119,390 gals Delta 140 frac fl w/119,500# sd ctd w/SW. Continued on back of form: 28 **PRODUCTION** Date First Production Production Method (Flowing, gas lift, pumping - Size and type pump) Well Status (Prod. or Shut-in) FLOWING Date of Test Hours Tested Choke Size Prod'n For Oil - Bbl. Gas - MCF Water - Bbl. Gas - Oil Ratio Test Period 4/1/04 0 Flow Tubing Casing Pressure Calculated 24-Oil - Bbl. Gas - MCF Water - Bbl. Oil Gravity - API -(Corr.) Press. Hour Rate 0 0 29. Disposition of Gas (Sold, used for fuel, vented, etc.) Test Witnessed By TO BE SOLD 30. List Attachments

both sides of this form is true and complete to the best of my knowledge and belief

Title REG COMPLIANCE TECH Date

4/2/04

HOLLY C. PERKINS

31. I hereby certify the

Signature

E-mail address

formation showh

Holly perkins@xtoenergy.com

INSTRUCTIONS

This form is to be filed with the appropriate District Office of the Division not later than 20 days after the completion of any newly-dfilled or deepened well. It shall be accompanied by one copy of all electrical and radio-activity logs run on the well and a summary of all special tests conducted, including drill stem tests. All depths reported shall be measured depths. In the case of directionally drilled wells, true vertical depths shall also be reported. For multiple completions, Items 25 through 29 shall be reported for each zone. The form is to be filed in quintuplicate except on state land, where six copies are required. See Rule 1105.

INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE

Southean	Northeastern New Mexico					
T. Anhy	T. Canyon	T. Ojo Alamo	694 '	T. Penn. "B"		
T. Salt	T. Strawn	T. Kirtland-Fruitland	760'	T. Penn. "C"		
B. Salt	T. Atoka	T. Pictured Cliffs	1774'	T. Penn. "D"		
T. Yates	T. Miss	T. Cliff House		T. Leadville		
T. 7 Rivers	T. Devonian	T. Menefee		T. Madison		
T. Oueen	T. Silurian	T. Point Lookout		T. Elbert		
T. Grayburg	T. Montoya	T. Mancos		T. McCracken		
T. San Andres	T. Simpson	T. Gallup	_	T. Ignacio Otzte		
T. Glorieta	T. McKee	Base Greenhorn	_	T. Granite		
T. Paddock	T. Ellenburger	T. Dakota	_	T FRUITLAND FMT	1501'	
T. Blinebry	T. Gr. Wash	T. Morrison	T. Morrison			
T. Tubb	T. Delaware Sand	T. Todilto	T. Todilto			
T. Drinkard	T. Bone Springs	T. Entrada	T. Entrada			
T. Abo	Т.	T. Wingate	T. Wingate			
T. Wolfcamp		T. Chinle			········	
T. Penn	T.	T. Permain	T. Permain			
T. Cisco (Bough C) T.		T. Penn "A"		T.		
OIL OR GAS						

			SANDS OR ZONES	
No. 1, from	to	No. 3, from	to	
No. 2, from	to	No. 4, from	to	
	IMPOR ¹	TANT WATER SANDS		
Include data on rate of water	inflow and elevation to which wa	ater rose in hole.		
No. 1, from	to	feet		
No. 2, from	to	feet		
No. 3. from	to	feet		
	LITHOLOGY RECO	ORD (Attach additional sheet if	necessary)	

Fror	n	То	Thickness in Feet	Lithology	From	То	Thickness in Feet	Lithology
				Section 27 Continued: 1610' - 1684': A. w/680 gals				
				15% HCl acid. Frac'd with 93,436 gals Delta 140 frac				
				fluid carrying 149,000# sand coated w/Sandwedge.	:			