District I

State of New Mexico

Form C-104

Energy, Minerals & Natural Resources Department

Revised February 21, 1994 Instructions on back

District II

PO Box 1980, Hobbs, NM 88241-1980

Previous Operator Signature

OIL CONSERVATION DIVISION Submit to Appropriate District Office PO Drawer DD, Artesia, NM 88211-071 P.O. Box 2088 5 Copies District III Santa Fe, NM 87504-2088 1000 Rio Brazos Rd., Aztec, NM 87410 AMENDED REPORT District IV PO Box 2088, Santa Fe, NM 87504-2088 REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT Operator name and address OGRID Number M&G Drilling Company, Inc. 141852 c/o KM Production Company P.O. Box 2406 Reason for Filing Code Farmington, New Mexico 87499 NW Pool Code API Number Pool Name 71629 Basin Fruitland Coal 30-045-29916 Well Number **Property Code** Property Name 98 Graham Surface Location Section | Township 10 Feet from the North/South Line Feet from the East/West line County Range Lot Idn UL or lot no. 4 27N 8N Bottom Hole Location 990 1305 North San Juan 8W East North/South Line Feet from the East/West line Feet from the Lot Idn UL or lot no. Township Range Section | North 990 East San Juan 8W 1305 27N A 4 27N 8

12 Lse Code 13 Producing Method Co84 16 C-129 Effective Date Gas Connection Oil and Gas Transporters 22 POD ULSTR Location Transporter Transporter Name 20 POD 21 O/G OGRID and Address and Description 23738 2 A, Sec 4, T27N, R8W 007057 El Paso Natural Gas Company ON CON. DIV. IV. Produced Water 23 POD 24 POD ULSTR Location and Description 823739 A, Sec 4, T27N, R8W Well Completion Data 25 Spud Date 26 Ready Date 27 TD 28 PBTD 29 Perforations 2024 - 2111 Ft 6/15/99 7/2/99 2250 F 2212 Ft 31 Casing & Tubing Size 2 Depth Set Sacks Cement 0 Hole Size 77 ft3, circ to surface 7" 121 Ft 8 3/4" 483 ft3, circ to surface 4 1/2" 2265 Ft 6 1/4" 2110 Ft 2 3/8" VI. Well Test Data 34 Date New Oil Gas Delivery Date Test Date Test Length Tbg. Pressure 39 Csg. Pressure 7/2/99 7/2/99 3 Hrs 80 psi 0 psi Test Method 42 Water 43 Gas AOF 40 Choke Size 41 Oil No Flow No Flow 3/4" 46 I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. OIL CONSERVATION DIVISION Approved by: Signature: DRIGINAL SIGNED BY ERNIE BUSCH Printed n BETUTY OIL & GAS INSPECTOR, DIST. 43 Kevin H. McCord Approval Date: Title: Petroleum Engineer Phone: Date: 7/6/99 (505) 326-2659 47 If this i

Printed Name

Date

Title