

Submit To Appropriate District Office
 State Lease - 6 copies
 Fee Lease - 5 copies

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-105
 Revised March 25, 1999

District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 1301 W. Grand Avenue, Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505

Oil Conservation Division
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

WELL API NO.
 30-015-37860
 5. Indicate Type of Lease
 STATE FEE
 State Oil & Gas Lease No
 VB-1788 (SL) VO-1576 (BHL)

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. Type of Well:
 OIL WELL GAS WELL DRY OTHER _____
 b. Type of Completion:
 NEW WORK DEEPEN PLUG DIFF.
 WELL OVER BACK RESVR. OTHER

7. Lease Name or Unit Agreement Name
 Three Palms 36 State Com

2. Name of Operator
 Mewbourne Oil Company 14744

8. Well No.
 #1H

3. Address of Operator
 PO Box 5270
 Hobbs, NM 88241

9. Pool name or Wildcat
 Parkway Bone Spring 49622

4. Well Location
 Unit Letter A ; 660 Feet From The North Line and 330 Feet From The East Line
 Section 36 Township 19S Range 29E NMPM Eddy County

10. Date Spud 07/22/10 Date T.D Reached 09/01/10 12. Date Compl. (Ready to Prod.) 09/30/10 13. Elevations (DF& RKB, RT, GR, etc.) 3326' GL 14. Elev. Casinghead, 3326' GL

15. Total Depth 12608' MD 8276' TVD 16. Plug Back T.D. 12382' MD 8280' TVD 17. If Multiple Compl. How Many Zones? 18. Intervals Drilled By: X Rotary Tools Cable Tools

19. Producing Interval(s), of this completion - Top, Bottom, Name 6070' MD (6070' TVD) - 12608' MD (8276' TVD) Bone Spring 20. Was Directional Survey Made Yes

21. Type Electric and Other Logs Run Gyro / GR / DLL & DN 21. Was Well Cored No

23. CASING RECORD (Report all strings set in well)

CASING SIZE	WEIGHT LB./FT.	DEPTH SET	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED
20"	94#	210'	26"	630	Surface
13 3/4"	48/54.5	1458'	17 1/2"	1000	Surface
9 3/4"	36#	3515'	12 1/4"	2000	Surface
7"	26#	8790' MD	8 3/4"	1200	Surface

24. LINER RECORD				25. TUBING RECORD			
SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN	SIZE	DEPTH SET	PACKER SET
4 1/2"	8501' (MD)	12395' (MD)	NA		2 3/4"	7553'	TAC @ 7448'

26. Perforation record (interval, size, and number)
 16 Ports
 8861' MD (8349' TVD) - 12330' MD (8282' TVD)

27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.
 DEPTH INTERVAL AMOUNT AND KIND MATERIAL USED
 88861- 12330 (MD) Frac w/17,000 gals 15% HCl, 962,000 gal Viking 2000 carrying 945,000# 20/40 sand & 232,500 gal SB Excl

28. PRODUCTION

Date First Production 09/30/10 Production Method (Flowing, gas lift, pumping - Size and type pump Flowing) Pumping Well Status (Prod. or Shut-in) Producing

Date of Test 10/04/10 Hours Tested 24 Choke Size NA Prod'n For Test Period Oil - Bbl 425 Gas - MCF 384 Water - Bbl. 638 Gas - Oil Ratio 904

Flow TP 400 Casing Pressure 400 Calculated 24-Hour Rate Oil - Bbl. 425 Gas - MCF 384 Water - Bbl. 638 Oil Gravity - API - (Corr.) 42

29. Disposition of Gas (Sold, used for fuel, vented, etc.) Sold Test Witnessed By Nick Thompson

30. List Attachments
 C104, Deviation Survey & completion sundry, Directional Survey, Gyro log, Final C102 & C-144 CLEZ closure

31. I hereby certify that the information shown on both sides of this form as true and complete to the best of my knowledge and belief

Printed Name: Jackie Lathan
 Signature *Jackie Lathan* Title: Hobbs Regulatory Date 10/04/10

RECEIVED
 OCT 06 2010
 NMOCD ARTESIA

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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-drilled 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

Southeastern New Mexico

- | | |
|-----------------------|----------------------------|
| C. Reef _____ | T. Cisco-Canyon _____ |
| T. Salt 342 _____ | T. Strawn _____ |
| B. Salt 1450 _____ | T. Atoka _____ |
| Delaware 3700 _____ | T. Miss _____ |
| Cherry Canyon _____ | T. Devonian _____ |
| T. Queen _____ | T. Silurian _____ |
| T. Grayburg _____ | T. Montoya _____ |
| T. Ruster _____ | T. Simpson _____ |
| T. Yates 1602 _____ | T. McKee _____ |
| T. Paddock _____ | T. Ellenburger _____ |
| T. Capitan 1743 _____ | Miss Lime _____ |
| T. Tubb _____ | T. Chester _____ |
| T. Drinkard _____ | T. Bone Springs 6070 _____ |
| T. Abo _____ | T. Morrow _____ |
| T. Wolfcamp _____ | T. Barnett _____ |
| T. Seven Rivers _____ | T. TD 8276 (TVD) _____ |
| T. Penrose _____ | T. TD 12608 (MD) _____ |

Northwestern New Mexico

- | | |
|-----------------------------|------------------------|
| T. Ojo Alamo _____ | T. Penn. "B" _____ |
| T. Kirtland-Fruitland _____ | T. Penn. "C" _____ |
| T. Pictured Cliffs _____ | T. Penn. "D" _____ |
| T. Cliff House _____ | T. Leadville _____ |
| T. Menefee _____ | T. Madison _____ |
| T. Point Lookout _____ | T. Elbert _____ |
| T. Mancos _____ | T. McCracken _____ |
| T. Gallup _____ | T. Ignacio Otzte _____ |
| Base Greenhorn _____ | T. Granite _____ |
| T. Dakota _____ | T. _____ |
| T. Morrison _____ | T. _____ |
| T. Todilto _____ | T. _____ |
| T. Entrada _____ | T. _____ |
| T. Wingate _____ | T. _____ |
| T. Chinle _____ | T. _____ |
| T. Permian _____ | T. _____ |
| T. Penn "A" _____ | T. _____ |

OIL OR GAS SANDS OR ZONES

No. 1, from.....to.....
 No. 2, from.....to.....
 No. 3, from.....to.....
 No. 4, from.....to.....

IMPORTANT WATER SANDS

Include data on rate of water inflow and elevation to which water rose in hole.
 No. 1, from.....to.....feet.....
 No. 2, from.....to.....feet.....
 No. 3, from.....to.....feet.....

LITHOLOGY RECORD (Attach additional sheet if necessary)

From	To	Thickness In Feet	Lithology