Fee Lease - 5 copies <u>District I</u>			Energy, Minerals and Natural Resources					Γ	Revised March 25, 1999 WELL API NO. 30 005 63728						
1625 N. French Dr., Hobbs, NM 88240 District II				Oil Conservation Division											
1301 West Grand, Arte District III	1 88210		1220 South St. Francis Dr.					5. Indicate Type of Lease STATE FED							
District II Santa Fe, NM 87505 District IV Santa Fe, NM 87505								}	State Oil & Gas Lease No.						
1220 S. St. Francis Dr., Santa Fe, NM 87505															
WELL CO	WELL COMPLETION OR RECOMPLETION REPORT AND LOG														
1a. Type of Well: OIL WELL GAS WELL DRY OTHER									7. Lease Name or Unit Agreement Name Miller B Federal						
b. Type of Completion: NEW WORK PLUG DIFF. WELL X OVER DEEPEN BACK RESVR. OTHER															
2. Name of Operator										8. Well No.					
McKay Oil Corporation										#3 DEC 1 2005					
3. Address of Operator										9. Pool name or Wildcat					
P.O. Box 2014 Roswell, New Mexico 88202-2014 505-623-4735									West Pecos ABO Slope						
4. Well Location															
Unit Letter O. 1980 Feet From The South Line. 660 Feet From The West Line.															
Section 7 Township 6S Range 23E NMPM CHAVES County															
10. Date Spudded 9/17/05		11. Date T.D. Reached 12. Date Compl. (Ready to Prod.) 13. Elevations (D 10/18/05 11/14/05 4208'							& RKB, RT, GR, etc.) 14. Elev. Casinghead						
15. Total Depth 4356	16. Plug Back T.D. 4250'		T.D.	17. If Multiple Compl. How Zones? N/A			lany 18. Intervals Drilled By		Rotary Tools		Cable Tools				
19. Producing Interval(s), of this completion - Top, Bottom, Name 20. Was Directional Survey Made															
2970' – 4320' ABO, PENNSYLVANIAN 21. Type Electric and Other Logs Run GR									21. Was Well Cored						
23.			CASI	NG R	ECORD (Report	all str	ings set in v	vell)		<u>-</u>					
CASING SIZE WEIGHT L				· · · · · · · · · · · · · · · · · · ·						CEMENTING RECORD AMOUNT PULLED					
8 5/8 5 1/2		24 J 55 15.5 J 55		1040' 4356'		12 ¼ 7 7/8		758 sks Class "C" 460 sks Class "C"		 					
31/2			3 33		4330	7 770			TOO SKS Class C		 				
SIZE	TOP		воттом	LIN	ER RECORD SACKS CEMENT	SCRI	SCREEN S			UBING RECORI DEPTH SET		PACKER SET			
, 512L	TOF				STORE CEMENT		· · · · · · · · · · · · · · · · · · ·		3/8	2928'		2928'			
26. Perforat	ion rec	ord (interval, s	ize, and numb	er)					ACTURE, CEN						
Zone A						DEP	TH INTERVA	<u>L</u>	AMOUNT AND KIND MATERIAL USED Acidize w/3500 gal HCL, 66 bbl KCL						
Zone B	2952-2	2970							Frac w/50,000 gal CO2 70QCO2,						
									120,000 lbs						
28							CTION								
Date First Production 11/18/05	n		roduction Met ump)FLOWIN		owing, gas lift, pumpi	ng - Sizo	e and type		Well Status (Prod. or Sh	ut-in) PR	RODUCING			
Date of Test 11/17/05		s Tested 4			Prod'n For Test Period MCF 183		0		- MCF	Water - B		Gas - Oil Ratio N/A			
Flow Tubing Casing Pressure Press. 666 705		705	Calculated 24- Hour Rate MCF 436		Oil - Bbl.		Gas - MCF		Water - Bbl.		il Gravity - API - <i>(Corr.)</i> N/A				
29. Disposition of Gas (Sold, used for fuel, vented, etc.) SOLD Test Witnessed By Jim Robinson															
30. List Attachments Log, Deviation Survey															
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															
Signature (Signature Printed Name Carol Shanks Title Production Analyst Date 11/30/05														