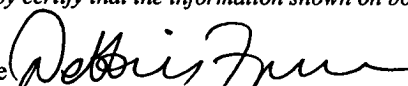


|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                    |                                                                                                                                                                                                                                                                                          |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Submit To Appropriate District Office<br>State Lease - 6 copies<br>Fee Lease - 5 copies<br>District I<br>1625 N. French Dr., Hobbs, NM 88240<br>District II<br>1301 W. Grand Avenue, Artesia, NM 88210<br>District III<br>1000 Rio Brazos Rd., Aztec, NM 87410<br>District IV<br>1220 S. St. Francis Dr., Santa Fe, NM 87505 | State of New Mexico<br>Energy, Minerals and Natural Resources<br><br>Oil Conservation Division<br>1220 South St. Francis Dr.<br>Santa Fe, NM 87505 | Form C-105<br>Revised June 10, 2003                                                                                                                                                                                                                                                      |
| WELL API NO.<br>30-015-34743                                                                                                                                                                                                                                                                                                 |                                                                                                                                                    | 5. Indicate Type of Lease<br>STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>                                                                                                                                                                                      |
| State Oil & Gas Lease No.                                                                                                                                                                                                                                                                                                    |                                                                                                                                                    | 7. Lease Name or Unit Agreement Name<br>WONDERBUNNY                                                                                                                                                                                                                                      |
| <b>WELL COMPLETION OR RECOMPLETION REPORT AND LOG</b>                                                                                                                                                                                                                                                                        |                                                                                                                                                    |                                                                                                                                                                                                                                                                                          |
| 1a. Type of Well:<br>OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> DRY <input type="checkbox"/> OTHER <input type="checkbox"/>                                                                                                                                                              |                                                                                                                                                    | 8. Well No.<br>1H                                                                                                                                                                                                                                                                        |
| b. Type of Completion:<br>NEW <input checked="" type="checkbox"/> WORK <input type="checkbox"/> DEEPEN <input type="checkbox"/> PLUG <input type="checkbox"/> DIFF. WELL OVER BACK RESVR. <input type="checkbox"/> OTHER                                                                                                     |                                                                                                                                                    | 9. Pool name or Wildcat<br>COLLINS RANCH; WOLFCAMP GAS                                                                                                                                                                                                                                   |
| 2. Name of Operator<br>DAVID H. ARRINGTON OIL & GAS INC                                                                                                                                                                                                                                                                      |                                                                                                                                                    |                                                                                                                                                                                                                                                                                          |
| 3. Address of Operator<br>PO BOX 2071 MIDLAND, TX 79702                                                                                                                                                                                                                                                                      |                                                                                                                                                    |                                                                                                                                                                                                                                                                                          |
| 4. Well Location<br>Unit Letter <u>O</u> : <u>660</u> Feet From The <u>S</u> Line and <u>1815</u> Feet From The <u>E</u> Line<br>Section <u>17</u> Township <u>17S</u> Range <u>24E</u> NMPM <u>EDDY</u> County                                                                                                              |                                                                                                                                                    |                                                                                                                                                                                                                                                                                          |
| 10. Date Spudded<br>04/13/2006                                                                                                                                                                                                                                                                                               | 11. Date T.D. Reached<br>05/07/2006                                                                                                                | 12. Date Compl. (Ready to Prod.)<br>07/26/2006                                                                                                                                                                                                                                           |
| 13. Elevations (DF& RKB, RT, GR, etc.)<br>3837' KB, 3818' GL                                                                                                                                                                                                                                                                 |                                                                                                                                                    | 14. Elev. Casinghead                                                                                                                                                                                                                                                                     |
| 15. Total Depth<br>8555'TD, 5050TV                                                                                                                                                                                                                                                                                           | 16. Plug Back T.D.<br>8508'                                                                                                                        | 17. If Multiple Compl. How Many Zones?<br>NA                                                                                                                                                                                                                                             |
| 18. Intervals Drilled By<br>X                                                                                                                                                                                                                                                                                                |                                                                                                                                                    | 19. Producing Interval(s), of this completion - Top, Bottom, Name<br>5404' - 8496'                                                                                                                                                                                                       |
| 20. Was Directional Survey Made<br>YES                                                                                                                                                                                                                                                                                       |                                                                                                                                                    | 21. Type Electric and Other Logs Run<br>CNL                                                                                                                                                                                                                                              |
| 22. Was Well Cored<br>No                                                                                                                                                                                                                                                                                                     |                                                                                                                                                    |                                                                                                                                                                                                                                                                                          |
| <b>23. CASING RECORD (Report all strings set in well)</b>                                                                                                                                                                                                                                                                    |                                                                                                                                                    |                                                                                                                                                                                                                                                                                          |
| CASING SIZE                                                                                                                                                                                                                                                                                                                  | WEIGHT LB./FT.                                                                                                                                     | DEPTH SET                                                                                                                                                                                                                                                                                |
| 8 5/8"                                                                                                                                                                                                                                                                                                                       | 32#                                                                                                                                                | 937'                                                                                                                                                                                                                                                                                     |
| 5 1/2"                                                                                                                                                                                                                                                                                                                       | 17#                                                                                                                                                | 8555'                                                                                                                                                                                                                                                                                    |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                    |                                                                                                                                                                                                                                                                                          |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                    |                                                                                                                                                                                                                                                                                          |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                    |                                                                                                                                                                                                                                                                                          |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                    |                                                                                                                                                                                                                                                                                          |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                    |                                                                                                                                                                                                                                                                                          |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                    |                                                                                                                                                                                                                                                                                          |
| 24. LINER RECORD                                                                                                                                                                                                                                                                                                             |                                                                                                                                                    | 25. TUBING RECORD                                                                                                                                                                                                                                                                        |
| SIZE                                                                                                                                                                                                                                                                                                                         | TOP                                                                                                                                                | SIZE                                                                                                                                                                                                                                                                                     |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                    | 2 7/8"                                                                                                                                                                                                                                                                                   |
| BOTTOM                                                                                                                                                                                                                                                                                                                       | SACKS CEMENT                                                                                                                                       | DEPTH SET                                                                                                                                                                                                                                                                                |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                    | 4389'                                                                                                                                                                                                                                                                                    |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                    | PACKER SET                                                                                                                                                                                                                                                                               |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                    | 4360'                                                                                                                                                                                                                                                                                    |
| 26. Perforation record (interval, size, and number)<br>7538-8496' 48 JH, 6 SPF/1.33'<br>6664-7306' 48 JH, 6 SPF/1.33'<br>5404-6046' 48 JH, 6 SPF/1.33'                                                                                                                                                                       |                                                                                                                                                    | 27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.<br>DEPTH INTERVAL      AMOUNT AND KIND MATERIAL USED<br>7538-8496'      2000gal HCL, 10148 bbls FW, 285000# sand<br>6664-7306'      8000gal HCL, 10128 bbls FW, 285000# sand<br>5404-6046'      8000gal HCL, 10098 bbls FW, 285000# sand |
| <b>28. PRODUCTION</b>                                                                                                                                                                                                                                                                                                        |                                                                                                                                                    |                                                                                                                                                                                                                                                                                          |
| Date First Production<br>07/26/2006                                                                                                                                                                                                                                                                                          |                                                                                                                                                    | Production Method (Flowing, gas lift, pumping - Size and type pump)<br>FLOWING                                                                                                                                                                                                           |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                    | Well Status (Prod. or Shut-in)<br>PRODUCING                                                                                                                                                                                                                                              |
| Date of Test<br>08/10/2006                                                                                                                                                                                                                                                                                                   | Hours Tested<br>24                                                                                                                                 | Choke Size<br>21                                                                                                                                                                                                                                                                         |
| Prod'n For Test Period                                                                                                                                                                                                                                                                                                       | Oil - Bbl<br>0                                                                                                                                     | Gas - MCF<br>863                                                                                                                                                                                                                                                                         |
| Water - Bbl.<br>92                                                                                                                                                                                                                                                                                                           | Gas - Oil Ratio<br>NA                                                                                                                              |                                                                                                                                                                                                                                                                                          |
| Flow Tubing Press.<br>340                                                                                                                                                                                                                                                                                                    | Casing Pressure<br>200                                                                                                                             | Calculated 24-Hour Rate                                                                                                                                                                                                                                                                  |
| Oil - Bbl.<br>0                                                                                                                                                                                                                                                                                                              | Gas - MCF<br>863                                                                                                                                   | Water - Bbl.<br>92                                                                                                                                                                                                                                                                       |
| Oil Gravity - API - (Corr.)<br>NA                                                                                                                                                                                                                                                                                            |                                                                                                                                                    |                                                                                                                                                                                                                                                                                          |
| 29. Disposition of Gas (Sold, used for fuel, vented, etc.)<br>SOLD                                                                                                                                                                                                                                                           |                                                                                                                                                    | Test Witnessed By                                                                                                                                                                                                                                                                        |
| 30. List Attachments<br>LOGS, 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                                                                                                                                                                                                                                 |                                                                                                                                                    | Printed Name DEBBIE FREEMAN      Title ENGINEER TECH      Date 08/22/2006                                                                                                                                                                                                                |
| E-mail Address      DEBBIE@ARRINGTONOIL.COM                                                                                                                                                                                                                                                                                  |                                                                                                                                                    |                                                                                                                                                                                                                                                                                          |

