

Submit To Appropriate District Office State Lease - 6 copies Fee Lease - 5 copies <u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> 1301 W. Grand Avenue, Artesia, NM 88210 <u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505	State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505	Form C-105 Revised June 10, 2003 WELL API NO. 30-015-35193 5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> State Oil & Gas Lease No.
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WELL COMPLETION OR RECOMPLETION REPORT AND LOG					
1a. Type of Well: OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> DRY <input type="checkbox"/> OTHER <input type="checkbox"/> b. Type of Completion: NEW <input checked="" type="checkbox"/> WORK <input type="checkbox"/> DEEPEN <input type="checkbox"/> PLUG <input type="checkbox"/> DIFF. <input type="checkbox"/> WELL OVER BACK RESVR. <input type="checkbox"/> OTHER <input type="checkbox"/>			7. Lease Name or Unit Agreement Name South Red Lake II Unit		
2. Name of Operator Fairway Resources Operating, LLC			8. Well No. #52		
3. Address of Operator 538 Silicon Drive, Suite 101, Southlake, TX 76092			9. Pool name or Wildcat Red lake; Queen, Grayburg, San Andres		
4. Well Location Unit Letter E : 1,780' Feet From The North Line and 875' Feet From The West Line <div style="display: flex; justify-content: space-between;"> Section 36 Township 17S Range 27S NMPM Eddy County </div>					
10. Date Spudded 11/19/2006	11. Date T.D. Reached 11/26/2006	12. Date Compl. (Ready to Prod.) 12/28/2006	13. Elevations (DF& RKB, RT, GR, etc.) 3575'	14. Elev. Casinghead	
15. Total Depth 1,814'	16. Plug Back T.D. 1,713'	17. If Multiple Compl. How Many Zones? 	18. Intervals Drilled By 	Rotary Tools X	Cable Tools
19. Producing Interval(s), of this completion - Top, Bottom, Name 1519' - 1651' Grayburg					20. Was Directional Survey Made No
21. Type Electric and Other Logs Run CNL/GR/CCL				22. 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
8 5/8"	24#/ft	360'	12 1/4"	225 sks	
5 1/2"	15.5#/ft	1,814'	7 7/8"	225 sks	
24. LINER RECORD			25. TUBING RECORD		
SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN	SIZE
					DEPTH SET
					PACKER SET
26. Perforation record (interval, size, and number) 1,519 - 23'; 1,619 - 28'; 1,647-51' with 1 spf, .36" holes total of 20 holes				27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.	
				DEPTH INTERVAL	AMOUNT AND KIND MATERIAL USED
				1519' - 1651'	Acidize w/2000 gals, frac w/50,316 gals containing 4000# Lite Prop, 20,000# brown sand and 2500# Siber Prop
28. PRODUCTION					
Date First Production 12/30/2006		Production Method (Flowing, gas lift, pumping - Size and type pump) Flowing - Lufkin 160 Pumping - 2" insert			Well Status (Prod. or Shut-in) Producing
Date of Test 1/15/2007	Hours Tested 24	Choke Size 	Prod'n For Test Period 	Oil - Bbl 8	Gas - MCF 1
				Water - Bbl. 450	Gas - Oil Ratio 125
Flow Tubing Press.	Casing Pressure	Calculated 24-Hour Rate	Oil - Bbl.	Gas - MCF	Water - Bbl.
					Oil Gravity - API - (Corr.)
29. Disposition of Gas (Sold, used for fuel, vented, etc.) Sold					Test Witnessed By Mike Jones
30. List Attachments					
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 <i>Cindy Flood</i>		Printed Name Cindy Flood		Title Office Manager	
Date 02/12/2007					
E-mail Address cflood@fairwayresources.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-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		Northwestern New Mexico	
T. Anhy	T. Canyon	T. Ojo Alamo	T. Penn. "B"
T. Salt	T. Strawn	T. Kirtland-Fruitland	T. Penn. "C"
B. Salt	T. Atoka	T. Pictured Cliffs	T. Penn. "D"
T. Yates	T. Miss	T. Cliff House	T. Leadville
T. 7 Rivers	T. Devonian	T. Menefee	T. Madison
T. Queen X	T. Silurian	T. Point Lookout	T. Elbert
T. Grayburg X	T. Montoya	T. Mancos	T. McCracken
T. San Andres X	T. Simpson	T. Gallup	T. Ignacio Otzte
T. Glorieta	T. McKee	Base Greenhorn	T. Granite
T. Paddock	T. Ellenburger	T. Dakota	T.
T. Blinbry	T. Gr. Wash	T. Morrison	T.
T. Tubb	T. Delaware Sand	T. Todilto	T.
T. Drinkard	T. Bone Springs	T. Entrada	T.
T. Abo	T.	T. Wingate	T.
T. Wolfcamp	T.	T. Chinle	T.
T. Penn	T.	T. Permian	T.
T. Cisco (Bough C)	T.	T. Penn "A"	T.

OIL OR GAS SANDS OR ZONES

No. 1, from.....1,519'.....to.....1,523'..... No. 3, from...1,647'... .. to.....1,651'.....
No. 2, from..... 1,619'..... ..to.....1,628'..... 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

From	To	Thickness In Feet	Lithology

WELL NAME AND NUMBER South Red Lake #52

LOCATION Section 36, T17S, R27E, 1780 FNL, 875 FWL, Eddy Co.

OPERATOR Fairway Resources

DRILLING CONTRACTOR *United Drilling, Inc.*

The undersigned hereby certifies that he is an authorized representative of the drilling contractor who drilled the above described well and had conducted deviation test and obtained the following results:

Degrees @ Depth	Degrees @ Depth	Degrees @ Depth
1/4 @ 349'		
1/4 @ 983'		
1/2 @ 1490'		

Drilling Contractor- UNITED DRILLING, INC.

By: Luisa Garcia
(Luisa Garcia)

Title: Assistant Office Manger

Subscribed and sworn to before me this 27 day of Nov, 2006.

Notary Public
Charles, NM
County State

My Commission Expires:

10-8-0X