Submit to Appropriate District Office State Lease - 6 copies Fee Lease - 5 copies DISTRICT I

Signature Sinda Walker

## State of New Mexico Energy, Minerals and Natural Resources Department

Form C-105 Revised 1-1-89

## OIL CONSERVATION DIVISION

WELL API NO.

Title Regulatory Analyst

Date 02/23/98

P.O. Box 1980, Hobbs, NM 88240 30-015-29714 2040 Pacheco St. 5. Indicate Type of Lease DISTRICT II
P.O. Drawer DD, Artesia, NM 88210 Santa Fe, NM 87505 FEE X STATE 6. State Oil & Gas Lease No. DISTRICT III 1000 Rio Brazos Rd, Aztec, NM 87410 WELL COMPLETION OR RECOMPLETION REPORT AND LOG 1a. Type of Well: 7. Lease Name or Unit Agreement Name OIL WELL GAS WELL X DRY OTHER b. Type of Completion: Indian Draw '13" DIFF RESVR OTHER WELL X DEEPEN 2. Name of Operator 8. Well No. Penwell Energy, Inc. 9. Pool name or Wildcat & Carts 3. Address of Operator 600 N. Marienfeld, Suite 1100, Midland, Tx 79701 Middle Morrow Lotos Sand 4. Well Location 1980' South 1980' West Unit Letter Feet From The Line and Feet From The Line Township **22S** Range 27E Eddv County 10. Date Spudded 11. Date T.D. Reached 13. Elevations (DF & RKB, RT, GR, etc.) 12. Date Compl. (Ready to Prod.) 14. Elev. Casinghead 07/30/97 09/18/97 01/06/98 3088' GR 15. Total Depth 17. If Multiple Compl. How 18. Intervals 16. Plug Back T.D. Cable Tools Rotary Tools Many Zones? Drilled By 12.042' 19. Producing Interval(s), of this completion - Top, Bottom, Name 20. Was Directional Survey Made 11,832' - 11,842' ( 10' x 4 SPF), Middle Morrow Lotos Sand Yes 21. Type Electric and Other Logs Run 22. Was Well Cored No Platform Express/Density Neutron & Dual Laterolog & Azimuthal Laterolog 23. CASING RECORD (Report all strings set in well) **CASING SIZE** WEIGHT LB/FT. **DEPTH SET** HOLE SIZE **CEMENTING RECORD** AMOUNT PULLED 13 3/8" 48# 402 17 1/2" 400 sx CL"C" w/2% CaCl Circ 42 sx to pit 9 5/8" 43.5# 5850' 12 14" 450 sx C Lite + 200 sx. C Neet Circ 175 sx to pit 2nd stage: 1350 sx C Lite 5 1/2" 17# 12,292 8 1/2" Circ 84 sx. LINER RECORD 24. 25. **TUBING RECORD** SIZE TOP BOTTOM SACKS CEMENT **SCREEN** SIZE DEPTH SET PACKER SET 2 3/8" 11.763.06 26. Perforation record (interval, size, and number) 27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC. 11,832' - 11,842' (10' x 4 SPF) DEPTH INTERVAL AMOUNT AND KIND MATERIAL USED N/A **PRODUCTION** 28. Production Method (Flowing, gas lift, pumping - Size and type pump) **Date First Production** Well Status (Prod. or Shut-in) 01/09/98 Flowing Producing Choke Size Prod'n For Date of Test Oil - BbL. Gas - MCF Hours Tested Water - BbL. Gas - Oil Ratio **Test Period** 10/64" 01/20/98 24 2950 0 Calculated 24-Flow Tubing Press. Oil Gravity - API - (Corr.) Casing Pressure Oil - BbL. Gas - MCF Water - BbL. Hour Rate 2950 2950 0 29. Disposition of Gas (Sold, used for fuel, vented, etc.) Test Witnessed By Sold Bill Pierce 30. List Attachments 4-Pt. test, Logs, Letter of Confidentiallity, Inclination Report 31. I hereby certify that the information shown on both sides of this form is true and complete to the best of my knowledge and belief

Printed

Linda Walker