Form 3160-4 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED OMBNO. 1004-0137 Expires: March 31, 2007

WELL COMPLETION OR RECOMPLETION REPORT AND MAY 17 2012

| In. Type of Well Oil Well Gas Well Dry Other b. Type of Completion: New Well Work Over Deepen Plug Back Appliance Mana | | | | | | | | | | anagei | OF If Indian, Allottee or Tribe Name | | | | |
|-------------------------------------------------------------------------------------------------------------------------|-------------------------------|------------------------------------------------------------------------------|---------------------------------------------------|-------------------------|----------------------|------------------------|-------------------------|-------------|-----------------------|-------------|-----------------------------------------|--------------------------------------------------|---------------|-----------------------------|--|
| h. Type | of Complet | ion: | Other | _ | Work Over [| Deep | enPh | ug Back | _[<u>^</u>],D4 | r: 'Resvi | ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, | 7. Unit | or CA Agree | ment Name and No. | |
| 2. Name of Operator Nacogdoches Oil & Gas Inc | | | | | | | | | | | | 8. Lease Name and Well No. Hanson #38 | | | |
| 3. Address 816 North Street, Nacogdoches TX. 75963 3a. Phone No (include area code) | | | | | | | | | | e) ! | 9. API Well No | | | | |
| 936-560-4747 | | | | | | | | | | | - 1 | 3003120725 10. Field and Pool, or Exploratory | | | |
| 4. Location of Well (Report location clearly and in accordance with Federal requirements)* | | | | | | | | | | | 1 | O. Ticid | • | Exploratory | |
| At sur | J | , | | - | on 6 T17N 8W | | | | | | 1 | 1 Sec., | T., R., M., o | n Block and | |
| • | At total denth | | | | | | | | | | | 12. County or Parish 13. State McKinley NM | | | |
| At total depth 14 Date Spudded 15 Date T.D. Reached 16 Date Completed | | | | | | | | | | | 17. Elevations (DF, RKB, RT, GL)* | | | | |
| 08/04/1981 | | | | | | | | | to Pro | | | | | | |
| 18. Total | Depth: N | ۸D ۲۶ | 95 ' | 19 | Plug Back T.D. | MD | | 20. | | | Bridge Plug Set: MD | | | | |
| · · · · · · · · · · · · · · · · · · · | | | | | | | TVD 2340' | | | | | TVD 2340' | | | |
| 21. Type | Electric & | Other M | lechanic | al Logs Run (| Submit copy of | each) | | | | s well | | No | | mit analysis) | |
| | Was DST run? Directional Sur | | | | | | | | | | |]No | | mit report) Submit copy) | |
| 23. Casin | g and-Lin | er Recor | d (Repo | ort all string | s set in well) | | | | ווע | 20110110 | . Juitoy: | المناسب | | | |
| Hole Size | Ť | | t. (#/ft`) | T | | | e Cementer Depth | | of Sks. & of Cement | Slı | ırry Vol. (BBL) | Cemen | nt Top* | Amount Pulled | |
| 12 1/4" | 8 5/8" 23# | | ;# | Surface | ace 113' | | 113' | | 75 Sks-CL-B | | Surface | | ce | None | |
| 7 7/8" | 7/8" 5 1/2" 15.5# | | 5.5# | Surface | 2702' | 2702' 270 | | 250 S | ks-CL-B | ks-CL-B | | 1100' | | None | |
| | | | | | | | | | | | | | | | |
| | <u> </u> | | | | | | | | | <u> </u> | | | | | |
| | <u> </u> | | | | | | | | | | | _ · · · · · · · · · · · · · · · · · · · | | | |
| O4 (D.1) | | | | | · | | | | | | | | | - | |
| 24. Tubin Size | | Set (MD |) Pack | er Depth (MD) | Size | Den | th Set (MD) | Packer | Denth (MI | 2) | Size | Denti | h Set (MD) | Packer Depth (MD) | |
| 2 7/8" | 1600' | 1 501 (1112 | NA NA | or Departition, | SIZC | Dop | an Bot (MB) | Tucker | Dopin (141 | -/ | Size | - Bopti | ir out (MB) | Tuesco Bopin (IIIB) | |
| 25. Produ | ing Interv | als | | | | 26 | 26 Perforation Record | | | | | | | | |
| | Formatio | | | Top Bottom 1585' 1696' | | | Perforated 1 | Interval | | | | | | erf. Status | |
| |) Lower Gallup | | | | 1696' 1590 | | 590'-1594' | | :3 | 375 | 17 | | | | |
| B) C) | | | | | | | · · · · · · | | | | | | | | |
| D) | | | | | | - | | | | | _ | | | | |
| | Fracture, Ti | reatment, | Cement : | Squeeze, etc. | l | | | | | | <u> </u> | | ! <u>.</u> | | |
| I | Depth Inter | val | | | | | A | mount a | nd Type of | Mater | al | | nain | . Banii (1-1-1-1) | |
| 1590'-1594' 100 Gallons/ 15% Hcl | | | | | | | | • | | | | THOSE STATES AND STATES | | | |
| | | | | | | | | | | | | | MS. O.V. | | |
| | | | | | | | | | | | | | | MCT 9 | |
| 28. Produ | ction - Inte | rval A | | | | | | | | | | | | | |
| Date First Produced | Test Date | Hours Tested | Test Oil Gas Water Oil Production BBL MCF BBL Com | | Oil Grav Corr. Al | vity Gas Pl Gravity | | v | Production Method | | | | | | |
| 02/26/2012 | 02/26/2012 | 8 | | Trace | 0 | 380 | 26 | - | 3, | | Proggesive Cavity | | | | |
| Choke Size | Tbg. Press. Flwg | Csg Press. | 24 Hr. Rate | Oil BBL | | Water BBL | Gas/Oil Ratio | | Well St | Well Status | | | | | |
| | SI | | <u> </u> | <u> </u> | | _ | | | | | | | | | |
| 28a. Produ Date First | Test Inte | Hours | Test | Oil | Gas | Vater | Oil Grave | itu | Gee | | Production | Method | | | |
| Produced | | | Product | | MCF BBL | | Oil Gravity Corr API | | Gas Produc Gravity | | rioduction | MENIOO | | | |
| Choke Size | Tog. Press Flwg. | ss Csg 24 Hr Oil Gas Water Gas/Oil Well Status Press. Rate BBL MCF BBL Ratio | | | | ASSEPTED FOR RECOR | | | | | | | | | |

*(See instructions and spaces for additional data on page 2)

MAY 1 6 2012

| 28b. Production - Interval C | | | | | | | | | | | | | | |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------|-----------------|--------------------|----------------------|------------------------------|---------------------------------------|-------------------------|-------------------|-----------------------------|-------------------|--------------------|--|--|--|
| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravi Cort. AP | ty I | Gas Gravity | Production Method | | | | |
| Choke Size | | | Oil BBL | Gas Water BL MCF BBL | | Gas/Oil Ratio | | Well Status | | | | | | |
| 28c. Prod | uction - Inte | erval D | | | | · · · · · · · · · · · · · · · · · · · | | | | | | | | |
| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravit Corr. API | ly | Gas Gravity | Production Method | | | | |
| Choke Size | | | | Oil BBL | Oil Gas Water BBL F | | | | Well Status | | | | | |
| 29. Disposition of Gas (Sold, used for fuel, vented, etc.) | | | | | | | | | | | | | | |
| None | | | | | | | | | | | | | | |
| 30. Summary of Porous Zones (Include Aquifers): | | | | | | | | | 31. Formation (Log) Markers | | | | | |
| Show all important zones of porosity and contents thereof: Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries. | | | | | | | | | | | | | | |
| Forn | nation | Тор | Bottom | | Descriptions, Contents, etc. | | | | | Name | Top Meas. Depth | | | |
| Upper G Lower G | allup allup | 1530' 1585' | 1582' 1696' | | r/ Possible r/Possible | | | | | | | | | |
| | | | | | | | | | | | | | | |
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| 32. Addit | ional remar | ks (include | plugging pro | ocedure): | | | | | | , | | | | |
| | | | | | | | | | | | | | | |
| | | | | | • | | | | | | | | | |
| | | | | | | | | | | | | | | |
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| 33. Indicate which itmes have been attached by placing a check in the appropriate boxes: | | | | | | | | | | | | | | |
| Electrical/Mechanical Logs (1 full set req'd.) | | | | | | | | | | | | | | |
| 34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions)* | | | | | | | | | | | | | | |
| Name (| íplease prin | Mike A | Allen | | | | Title | Title Engineering | | | | | | |
| Signat | ure | **** | | | | | Date | Date 05/16/2012 | | | | | | |
| | | | | | | | | | | | | | | |

Title 18 U.S.C Section 1001 and Title 43 U.S.C Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.