Form 3160-4 (September 2001)

UNITED STATES DEPARTMENT OF THE INTERIOR

| FORM APPROVED |
|---------------------------|
| OMB NO. 1004-0137 |
| Expires: Jamiary 31, 2004 |

| | | | | | | MANAGEN | | | | Expires: | January 31, 2004 | |
|--|----------------------|-----------------|--------------------|---------------|-------------|--------------|--------------------------|---------------------------------------|-----------------|---|-----------------------|--|
| WELL COMPLETION OR RECOMPLETION REPORT AND LOG | | | | | | | | | | 5. Lease Serial No. NMNM013492 | | |
| la. Tv | pe of Well | <u> </u> | il Well 🔯 | Gas Well | Drv | Other | etet m | IOU OA IO | 5 4 5 6 J | | lottee or Tribe Name | |
| • | pe of Com | | XI Ne | w Well | Work Ove | er Deer | pen Pitu | g Back 🗀 Di | ff. Resvr | | | |
| | | | | | | | | ever comp | | 7. Unit or CA A | Agreement Name and No | |
| | me of Ope | | | _ | | | 070 | FANTE | | 8. Lease Name | and Well No. | |
| | | x Reso | ources, | inc. | | | | No. (include are | | West Bist | i 26-13-18#1 | |
| | idress | ~ 220 |) Tame | oda C | 011 | 27 | ţ. | /563-4000 | • | 9. API Well No | | |
| | | | 3, Igna | | | | requirements) | | | 30-045-29 | | |
| | | • | | • | | | requirements) | | | 10. Field and Poo | • • | |
| At | surface | 1190' | FNL; 1 | .190' F | EL (NE | NE) | | | | 11. Sec., T., R., N | itland Coal | |
| At | top prod. in | iterval repo | onted below | | | | | | | | 8-T26N-R13W | |
| | | | | | | | | | | 12. County or Pa | rish 13. State | |
| | total depth | | | | | | | | | San Juan | NM | |
| 14. Dat | e Spudded | | 15. D | ate T.D. Rea | ached | | 16. Date Cor | · — | _ | 17. Elevations (D | F. RKB. RT. GL)* | |
| 1 | 1/11/9 | 3 | 11 | ./15/93 | , | | | A 🖫 Ready /11/05 | to Prod. | 6388' GI | L | |
| | ai Depth: | | | | Plug Back | T.D.: MD | | | oth Bridge Plug | Set: MD | | |
| J. 100 | m rehm. | TVD | 17557 | 58 3 | . ING DOLK | TVD | 1714 | | | TVD | | |
| I. Typ | e Electric & | t Other Me | echanical Lo | gs Run (Sub | mit copy of | each) | | í | _ | X No I Yes (| • | |
| FDO | C/CNL | Microl | log, CI | R-CBL-C | CCL | | | 1 | is DST run? | | | |
| , | | | | | | | | Di | ectional Survey | y? 🗀 5/0 🗀 Y | es (Submit copy) | |
| 3. Cas | ing and Lin | er Record | (Report all s | trings set in | well) | 1 6 | C | No. of Sks. & | Slurry Vol. | | 1 | |
| Hole Siz | ze Size/C | Grade W | /t. (#/ft.) | Top (MD) | Bottom | | Cementer Depth | Type of Cement | (BBL) | Cement Top* | Amount Pulled | |
| 8 - 3/4 | | | | Surface | 130 | 1 | | 0 sx Clas | | Surface | | |
| <u>6-1/</u> | <u>4" 4-</u> | ½" 1 | 0.5# 5 | Surface | 1758 | 1 | 1 | <u>71sx Clas</u> | s B | Surface | <u> </u> | |
| | | | | | | | | | | | <u> </u> | |
| | | | | | | | | | | | | |
| | | | | | <u>.i.</u> | | | | | - | | |
| i. Tubi | ng Record | | | | | <u> </u> | | | <u>:</u> | | | |
| Size | Dep | un Set (MD |) Packer [| Depth (MD) | Size | Depth | Set (MD) i Pa | cker Depth (MD |) Size | Depth Set (MI |) Packer Depth (MD | |
| 2-3/ | 8 '' 15 | 581 | | | | | i | | | | | |
| 5. Produ | ucing inter | | | | | 26. | Perioranon Re | | ···· | 0,10 | 11/2/72 | |
| | Formati | | | Top | Bonom | | Pertorated Inte | | Size No | . Holes | Perf. Status | |
| | <u>in Fru</u> | itlan | d 943 | 3 | 1570 | 150 |)1 '- 1536 | | | (C) 13 | | |
| Coa | | | | | | | | · · · · · · · · · · · · · · · · · · · | | 2 11/2) | MENA. | |
| | | | | | | | | | | 100 100 100 100 100 100 100 100 100 100 | 19. | |
| D) 27. Acid, Fracture, Treatment, Cement Squeeze, Etc. | | | | | | | | | | 10 NO | | |
| Depth Interval | | | | | | | Amor | unt and Type of I | Material | ON | Q _{iga} | |
| See | Attach | ment | | | | - | | | | Elso. | - 96 | |
| | | | | | | | | | | £02.871 | 2979230 | |
| | | | | | | | | | | | V. V. | |
| | | | | | | | | | | | | |
| 8. Produ | ction - Inte | | Ton | Tos | 10 | 137 | 010 | 16 | D- + | - Martin d | | |
| roduced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production | I IVIBILIOG. | | |
| 05/II | /05 | 24 | -> | 0 . | 81 | 67 | | | Pump | ing | | |
| boke ze | Tbg. Press. Flwg. | Csg. Press. | 24 Hr. Rate | Oil BBL | Gas MCF | Water BBL | Gas : Oil Ratio | Well State | | ACCEPTED FO | R RECORD | |
| - P | SI | | | L | L | | | | | | 71.15677166 | |
| a. Produ ste First | Ction - Inte | rval B Hours | Test | Oil | Gas | Water | Oil Gravity | Gas | Denduction | MethodUN 06 | 2005- | |
| oduced | Date | Tested | Production | BBL | MCF | BBL | Corr. API | Gravity | į. | * | | |
| | | | 24.175 | | | | | <u> </u> | | ARMINGTON FIE | LO OFFICE | |
| boice ze | Tbg. Press. | Csg. Press. | 24 Hr. Rate | Oil BBL | Gas MCF | Water BBL | Gas : Oil Ratio | Well State | * 8 | Y | | |
| , | | • | , 👡 | • | | 1 | • | ı | | ा सा | | |

| ate First | Test | Hours | Test | Oil | Gas | Water | Oil Gravity | Gas | Production Method | | |
|------------------|--|--------------------------|----------------------------------|------------------------------|------------------------------|--------------------------------|--|--|--|---|--|
| duced | Date | Tested | Production | BBL | MCF | BBL | Corr. API | Gravity | | • | |
| oke e | Tbg. Press. Flwg. SI | Csg. Press. | 24 Hr. Rate | Oil BBL | Gas MCF | Water BBL | Gas: Oil Ratio | Well Status | 25 | | |
| . Produ | ction - Inter | | | | | | | | T | | |
| e First duced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Gas Production Method Gravity | | |
| oke e | Tog. Press. Flwg. SI | Csg. Press. | 24 Hr. Rate | Oil BBL | Gas MCF | Water BBL | Gas: Oil Ratio | Well Status | Well Status | | |
| Dispos | ution of Gas | (Sold, us | ed for fuel, v | mied, etc., | , | | | | | | |
| Summ | ary of Porou | s Zones (| Include Aqui | fers): | | | | 31. Formatio | on (Log) Markers | | |
| tests, ii | all important neluding der coveries. | t zones o oth interva | f porosity at al tested, cust | id content nion used. | s thereof: C time tool op | Cored interva en, flowing a | als and all drill-ste and shut-in pressur | es es | | | |
| Forma | поп | Тор | Bottom | Descriptions, Contents, etc. | | | | Name | Top Meas. Dept | | |
| | | | | | | | | Ajo Ala Kirtlan Fruitla Picture TD | d nd Coal | 298' 426' 943' 1570' 1755' | |
| | | | | | | | | | 23 4 5 1 1 1 1 2 2 3 4 5 5 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 | 18 18 18 78 78 78 78 78 78 78 78 78 78 78 78 78 | |
| Addition | ai remarks (| include p | iugging proce | edure): | | | | | EC 6282,129 | | |
| . Electri | | ical Logs | (1 full set rec | . , | | ogic Report | | • | ctional Survey on, Acid and Fr | ac Report | |
| | | - | - | | ation is comp | olete and con | | | records (see attached instruc | tions)* | |
| ame (ple | ease print)_ | Carl | a S. Sl | naw | | | _ Title Pro | oduction T | echnician | | |
| | | | dom | /24/05 | | | | | | | |

MARALEX RESOURCES, INC.

WEST BISTI 26-13-18 # 1

SUPPLEMENTAL INFORMATION TO FORM 3160-4

WELL COMPLETION REPORT

Rig up Schlumberger E-line unit. Run GR-CBL-CCL from PBTD to surface. Excellent cement bond throughout coals and to surface. Trip in hole with 2-3/8" tubing. Rig up to swab water. Pull water level down to 1200'. Rig up 3-1/8" Hex and perforating guns. **Perforate as follows:**

Gun # 1: 1529' – 1536' (7') ASF Gun # 2: 1501' – 1513' (12') ASF

Drive to location. Install top flange on frac valve. Spot Halliburton acid pumper and monitoring van. Plumb-in hard line to well. Spot water truck. Hold safety meeting. Pressure test lines to 5200 psi – good. Establish "Red Line" pressure of 3500 psi. Establish rate with water down 4-1/2" casing. Caught pressure. Cumulative volume shows water level in casing was at approximately 1100'. Switch to acid. Pumped 300 gallons 7-1/2% HCL at 3 BPM and 820 psi. Switch to 12-3 mud acid. Drop 175, 1.1 S.G. ball sealers evenly spaced in acid. Pumped 600 gallons of mud acid. Displace acid with water. Observed good ball action. Balled out with approximately ½ of mud acid across perforation. Surge well back. Leave shut in for 4-1/2 minutes. Continue flush. Final rate = 4.2 BPM at 750 psi. Overflushed acid with 5 BBL water. ISIP = 670 psi, 5 minutes 340 psi, 10 minutes 232 psi, 15 minutes 173 psi.

Establish "red line" pressure of 3700 psi. Start job. Open frac valve. No wellhead pressure. Establish rate with water. Treating at 35 BPM 1500 psi. Start X-link pad. **Pump treatment as follows:**

6000 gallon pad - 35 BPM at 1467 psi.

5000 gallons with 1/2 PPG 40-70

2500 gallons with 1 PPG 40-70

4000 gallon pad

6000 gallons with 1 PPG 20-40 Arizona

6000 gallons with 2 PPG 20-40 Arizona

7000 gallons with 3 PPG 20-40 Arizona

7000 gallons with 4 PPG 20-40 Arizona

5000 gallons with 5 PPG 20-40 Arizona

3000 gallons with 6 PPG 20-40 Arizona

Flush with 960 gallons water. Placed all sand (109,010#).

ISIP = 744 psi; 5 minutes, 648 psi; 10 minutes, 608 psi; 15 minutes, 578 psi.

