

Submit To Appropriate District Office State Lease - 6 copies Fee Lease - 5 copies District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV 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. 30-045-32570	
				5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>	
				State Oil & Gas Lease No. STNM LG - 2062	
WELL COMPLETION OR RECOMPLETION REPORT AND LOG					
1a. Type of Well: OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> DRY <input type="checkbox"/> OTHER _____ b. Type of Completion: 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				7. Lease Name or Unit Agreement Name Bisti Coal 2	
2. Name of Operator Elm Ridge Exploration CO. LLC				8. Well No. SEP 2006 2T	
3. Address of Operator PO Box 156 Bloomfield, NM 87413				9. Pool name or Wildcat Basin Fruitland Coal	
4. Well Location <div style="text-align: center;">1630</div> Unit Letter <u>O</u> : 1215 Feet From The <u>South</u> Line and 1615 Feet From The <u>East</u> Line Section 02 Township 25N Range 12W NMPM County San Juan County					
10. Date Spudded 01-07-06	11. Date T.D. Reached 01-09-06	12. Date Compl. (Ready to Prod.) 07-07-06	13. Elevations (DF& RKB, RT, GR, etc.) 6334' GL	14. Elev. Casinghead	
15. Total Depth 1360'	16. Plug Back T.D. 1313'	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 1212' - 1226' Basin Fruitland Coal				20. Was Directional Survey Made	
21. Type Electric and Other Logs Run CLB, GR, CCL			22. Was Well Cored		
23. CASING RECORD (Report all strings set in well)					
CASING SIZE	WEIGHT LB./FT.	DEPTH SET	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED
5 1/2" J-55	15.5#	1353'	7 7/8"	Production used 155 sks	
8 5/8" K-55	24#	144' 141'	12 1/4"	Surface used 115 sks	
24. LINER RECORD			25. TUBING RECORD		
SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN	SIZE
					2 3/8"
					1245' KB
26. Perforation record (interval, size, and number)			27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.		
1212' - 1226' Basin Fruitland Coal			DEPTH INTERVAL		
			AMOUNT AND KIND MATERIAL USED		
			1212' - 1226'		
			60,274 gals 70Q N2 foamed Delta 140 Frac		
			Fluid 44,200 lbs of 20/40 Brady Sand with		
			Sandwedge.		
28. PRODUCTION					
Date First Production		Production Method (Flowing, gas lift, pumping - Size and type pump)		Well Status (Prod. or Shut-in)	
Date of Test	Hours Tested	Choke Size	Prod'n For Test Period	Oil - Bbl	Gas - MCF
Flow Tubing Press.	Casing Pressure	Calculated 24-Hour Rate	Oil - Bbl.	Gas - MCF	Water - Bbl.
29. Disposition of Gas (Sold, used for fuel, vented, etc.)					Test Witnessed By
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>Sharla O'Kelly</i>		Printed Name		Title	Date
E-mail Address sokelly@elmridge.net		Sharla O'Kelly		Production Assistant	8-25-06

37. SUMMARY OF POROUS ZONES: (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);

38. GEOLOGIC MARKERS

FORMATION		TOP	BOTTOM	DESCRIPTION, CONTENTS, ETC.	NAME		TOI
						MEAS. DEPTH	
Nacimient		Surface					
Ojo Alamo		227'					
Kirtland		324'					
Fruitland Coal		1147'					
Pictured Cliffs		1238'					