Form 3160-4 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

RCVD NOV8'05 OIL CONS. DIV. DIST. 3

FORM APPROVED OMB NO. 1004-0137 Expires: March 31, 2007

| | WELL | COMPL | ETION | OR RE | ECOMPL | ETION | REPOF | RT AN | D LO | G | | 5. Lease | Serial No. 078510 | 10131, 2007 |
|---|--|-------------|---------------|-----------------|-------------------|---|--|---|---------------------|------------------------------|--|---------------------------------------|----------------------|---------------------------------------|
| a. Type of b. Type of | f Well Completion: | _ | Gas ' | | Dry [| | n Plu | OG T ug Back | | Diff. Resvr | | 6. If Ind NA | ian, Allottee | or Tribe Name |
| | 60 | Ot | ner | | | | | | 1200 | × · | | NA NA | or erringioe | ment rune una rio. |
| 2. Name of Operator Koch Exploration Company, LLC | | | | | | | | | | | | Oxn | Name and ard 332 | Well No. |
| 3. Address PO Box 489, Aztec, NM 87410 | | | | | | | | 3a Phone No. (include area code) 505-334-9111 | | | | 9. AFI Well No. 30-045-27656 | | |
| Locatio | on of Well (Re | port locati | on clearly o | and in acco | ordance with | Federal | requiremen | nts)* | | |] | | | Exploratory |
| At surfa | ace 1814 | r FNL & | 895' FFL | Lat 36.5 | 5.894, Lon | o 107.42. | 642 | | | | | | n Fruitlan | |
| At top) | prod. interval | | | | 5.074, E011 | 6 | | | | | 1 | Surve | y or Area | n Block and 807, T31N, R08W "H" |
| At total | depth sam | ne | | | | | | | | | 1 | 2 Coun San J | ty or Parish uan | 13. State |
| | | | | | | 16. Date Completed 09/15/2006 D & A Ready to Prod. | | | | | 17. Elevations (DF, RKB, RT, GL)* 6419' GL | | | |
| Total D | | 3407' | \) | T | g Back T.D. | | | <u> </u> | | Depth Brid | | | - | NA . |
| | TVD | | - | | J | TVD | | | | | | TV | | |
| l. Type E | lectric & Otl | her Mecha | nical Logs | Run (Sub | mit copy of | each) | | | | Was well o | | /No [| | mit analysis) |
| Mud I | Log | | | | | | | | | Was DST: Directiona | | /]No | | mit report) Submit copy) |
| B. Casing | and Liner F | Record (R | eport all | strings sei | t in well) | | | | L | | | | | |
| Hole Size | e Size Size/Grade Wt. (#/ft.) Top (MD) Bottom (MD) | | | | n - | Stage Cementer Depth | | | | rry Vol. BBL) Cement Top* | | nt Top* | Amount Pulled | |
| 2 1/4 9 5/8" 36# | | 0' | 0' 353' | | NA | | | | | | | | | |
| 3/4" | 7" 5 1/2" | | | 66' | | NA NA | | NA | | N/ | | NA | | NA |
| 4 Tubing Size | Record Depth Se | t (MD) P | icker Deptl | ı (MD) | Size | Depth | ı Set (MD) | Packer | Depth (| (MD) | Size | Depti | h Set (MD) | Packer Depth (MD) |
| 2 3/8" 5. Product | 3336' ing Intervals | | | | | 26. | Darforation | n Pacor | | | | | | |
| 2. 110duc | Formation | · | To | р | Bottom | 20. | Perforation Record Perforated Interval Size | | | | No. | No. Holes Perf. Status | | |
| A) Fruitland Coal | | | 2888 | ' 3. | 310' | Pred | Irilled Lin | ne2985-3279 | | 1/2" | 588 | | Open | |
| i) `) | | | • | | | | | , | | | | | | |
|)) | | | | | | | | | | | | | I | |
| | racture, Treat Depth Interval | ment, Cem | ent Squeeze | e, etc. | | | | Amount | ınd Type | e of Mater | ial | | | |
| | | | | | | | | | | | | | | |
| | | | | | | | | · · · · · · | | | | · · · · · · · · · · · · · · · · · · · | | |
| | | | | | | | | | | | | | | |
| 8. Produc | ction - Interva | | est | Oil | Gas | Water | Oil Gra | vitv | G | as | Production | Method | | |
| Produced 2/20/1991 | | | oduction | BBL | MCF | BBL | ter Oil Gravity L Corr. API | | Gravity | | roduction | · recallou | | |
| Choke Size | Tbg. Press. C Flwg F SI | | ate | Oil BBL D | Gas MCF 400 | Water BBL | ater Gas/Oil BL Ratio | | Well Status | | Returne | turned to production 10/25/2006 | | |
| | ction - Interv | | | | ^ I | W-4 | 1 000 0 | | | | 1 | | | |
| Date First Produced | | ours Te | | Oil BBL | Gas MCF | Water BBL | | | ty Gas I Gravity | | Production | Method | ACCE | PTED FOR RECO |
| - | J. | | | 4 | 1 | | | 1 w | | Well Status | | | | |
| Choke Size | | ~ 1 | | Oil BBL | Gas MCF | Water BBL | Gas/Oil Ratio | | Wel | Status | | | N | OV 0 7 2006 |

NMOCD & 2/2/07

| 28h Produ | action - Inte | rval C | | | | | | | | |
|--------------------------|---------------------------|-----------------------------|-------------------------------|-------------------|---------------------------------------|--------------------------------|---|------------------------------------|--------------------------------|-------------------------------|
| Date First | Test | Hours | Test | Oil | Gas | Water | Oil Gravity | Gas | Production Method | |
| Produced | Date | Tested | Production | BBL | MCF | 3BL- | Corr. API | Gravity | | |
| Choke | Tbg. Press. | Csg. | 24 Hr. | Oil | Gas | Water | Gas/Oil | Well Status | | |
| Size | Flwg. SI | Press. | Rate | BBL | MCF | BBL | Ratio | | | |
| 28c Prod | uction - Int | erval D | | ļ | - | | | | | |
| Date First | Test | Hours | Test | Oil | Gas | Water | Oil Gravity | Gas | Production Method | |
| Produced | Date | Tested | Production | BBL | MCF | BBL | Corr. API | Gravity | | |
| Choke | Tbg. Press. | Csg. | 24 Hr. | Oil | Gas | Water | Gas/Oil | Well Status | | |
| Size | Flwg. Si | Press. | Rate | BBL | MCF | BBL | Ratio | | | |
| 29 Disn | <u> </u> | Tas (Sold | used for fuel | vented e | tc) | | | | | |
| 2). Disp | osition of c | 343 (3014, | useu jor juei, | remea, c | | | | | | |
| 30 Sum | mary of Po | rous Zone | s (Include Aq | nifers). | · · · · · · · · · · · · · · · · · · · | | ···· | 31 Forms | tion (Log) Markers | |
| | | | · | | nts thereof: | Cored inten | als and all drill-ster | 1 | tion (Log) Markers | |
| tests. | . including | depth inte | rval tested, ci | ishion use | d, time tool o | pen, flowing | and shut-in pressure | es | | |
| and i | recoveries. | , | | | | | | | | |
| Form | nation | Тор | Botton | | Descriptions, Contents, etc. | | | | Name | Top Meas. Depth |
| | | | | - | | | | | | |
| | | | | | | | | Ojo Ala Kirtlan | imo d Shale | 1862' 2068' |
| | | | | | | | | Fruitla | nd Coal | 2888' |
| | | | | • | | | | Picture | d Cliffs | 3310' |
| | | | | | | | | | | |
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| | | | | | | | | | | |
| 32. Addi | tional rema | rks (inclu | de plugging p | rocedure) | | | | | | |
| Thi | s well was | deepene | d to give us | a sumo t | elow the co | al to nump | water from. We | used a mud lo | gger during drilling to me | onitor the Pictured Cliff |
| | | | vere detecte | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| 33 India | ate which it | tmes have | heen attache | d by placi | ng a check it | the appropri | ate boxes | | | |
| _ | | | Logs (1 full s | | · | Geologic Repo | | nt Direction | anal Curvay | |
| | | | ging and cem | | | Core Analysis | = : | п Приссио | mai Survey | |
| | | | | | | | | | | |
| 34. I here | eby certify t | that the fo | regoing and a | ttached in | formation is | complete and | correct as determin | ed from all avail | able records (see attached ins | structions)* |
| | | | ľ | | | | | | | |
| Name | (please pri | int) Sohr | hark _ | Λ | 1 | | Title Dist | rict Superinter | ndent | |
| | , | (t, | W.W | 1100 | h | | | 10-00 | 01 | |
| Signa | ature | \mathcal{L}^{N} | im lo | WY | L | | Date | 10-24 | -46 | |
| | | | | | | | | | | |
| Title 18 U States any | J.S.C Sect false, fict | ion 1 0 01 itious or | and Title 43 fraudulent st | U.S.C Se atements | ction 1212, r or represent | nake it a crim ations as to | ne for any person kn any matter within i | owingly and wi ts jurisdiction. | llfully to make to any depar | tment or agency of the United |