

|                                                                                                                                                                                                                                                                                                                                                                                                       |                                                                                                                                                                                       |                                                                                                                                                                                                                        |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Submit To Appropriate District Office<br>State Lease - 6 copies<br>Fee Lease - 5 copies<br><u>District I</u><br>1625 N. French Dr., Hobbs, NM 88240<br><u>District II</u><br>1301 W. Grand Avenue, Artesia, NM 88210<br><u>District III</u><br>1000 Rio Brazos Rd., Aztec, NM 87410<br><u>District IV</u><br>1220 S. St. Francis Dr., Santa Fe, NM 87505                                              | <b>State of New Mexico</b><br><b>Energy, Minerals and Natural Resources</b><br><br><b>Oil Conservation Division</b><br><b>1220 South St. Francis Dr.</b><br><b>Santa Fe, NM 87505</b> | <b>Form C-105</b><br>Revised June 10, 2003<br><br>WELL API NO.<br>30-043-21013<br><br>5. Indicate Type of Lease<br>STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/><br>State Oil & Gas Lease No. |
| <b>WELL COMPLETION OR RECOMPLETION REPORT AND LOG</b>                                                                                                                                                                                                                                                                                                                                                 |                                                                                                                                                                                       |                                                                                                                                                                                                                        |
| 1a. Type of Well:<br>OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> DRY <input type="checkbox"/> OTHER _____<br><br>b. Type of Completion:<br>NEW <input checked="" type="checkbox"/> WORK <input type="checkbox"/> DEEPEN <input type="checkbox"/> PLUG <input type="checkbox"/> DIFF. WELL OVER <input type="checkbox"/> BACK RESVR. <input type="checkbox"/> OTHER |                                                                                                                                                                                       | 7. Lease Name or Unit Agreement Name<br>Amacker<br><div style="text-align: right; font-weight: bold;">RCVD OCT 25 '07</div> <div style="text-align: right; font-weight: bold;">OIL CONS. DIV.</div>                    |
| 2. Name of Operator<br>McElvain Oil & Gas Properties, Inc.                                                                                                                                                                                                                                                                                                                                            |                                                                                                                                                                                       | 8. Well No.<br>#1 <span style="float: right; font-weight: bold;">DIST. 3</span>                                                                                                                                        |
| 3. Address of Operator<br>1050 17 <sup>th</sup> Street, Suite 1800, Denver, CO. 80265                                                                                                                                                                                                                                                                                                                 |                                                                                                                                                                                       | 9. Pool name or Wildcat<br>Bad Lands Hill Mancos                                                                                                                                                                       |
| 4. Well Location<br><br>Unit Letter L _____ : 1915' Feet From The South _____ Line and 545 Feet From The _____ West _____ Line<br><br>Section 22 Township 23N Range 1W NMPM Sandoval County                                                                                                                                                                                                           |                                                                                                                                                                                       |                                                                                                                                                                                                                        |
| 10. Date Spudded<br>5/16/2006                                                                                                                                                                                                                                                                                                                                                                         | 11. Date T.D. Reached<br>6/6/2006                                                                                                                                                     | 12. Date Compl. (Ready to Prod.)<br>NA                                                                                                                                                                                 |
| 13. Elevations (DF& RKB, RT, GR, etc.)<br>7467 GR                                                                                                                                                                                                                                                                                                                                                     |                                                                                                                                                                                       | 14. Elev. Casinghead                                                                                                                                                                                                   |
| 15. Total Depth<br>6,996'                                                                                                                                                                                                                                                                                                                                                                             | 16. Plug Back T.D.<br>6,882'                                                                                                                                                          | 17. If Multiple Compl. How Many Zones?                                                                                                                                                                                 |
| 18. Intervals Drilled By                                                                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       | 18. Intervals Rotary Tools                                                                                                                                                                                             |
| 19. Producing Interval(s), of this completion - Top, Bottom, Name                                                                                                                                                                                                                                                                                                                                     |                                                                                                                                                                                       | 20. Was Directional Survey Made                                                                                                                                                                                        |
| 21. Type Electric and Other Logs Run<br>GR/CBL/CCL                                                                                                                                                                                                                                                                                                                                                    |                                                                                                                                                                                       | 22. Was Well Cored                                                                                                                                                                                                     |
| <b>23. CASING RECORD (Report all strings set in well)</b>                                                                                                                                                                                                                                                                                                                                             |                                                                                                                                                                                       |                                                                                                                                                                                                                        |
| CASING SIZE                                                                                                                                                                                                                                                                                                                                                                                           | WEIGHT LB./FT.                                                                                                                                                                        | DEPTH SET                                                                                                                                                                                                              |
| 9 5/8                                                                                                                                                                                                                                                                                                                                                                                                 | 36#                                                                                                                                                                                   | 320                                                                                                                                                                                                                    |
| 5 1/2                                                                                                                                                                                                                                                                                                                                                                                                 | 17#                                                                                                                                                                                   | 6931'                                                                                                                                                                                                                  |
| HOLE SIZE                                                                                                                                                                                                                                                                                                                                                                                             |                                                                                                                                                                                       | CEMENTING RECORD                                                                                                                                                                                                       |
| 12 1/4                                                                                                                                                                                                                                                                                                                                                                                                |                                                                                                                                                                                       | 210 sx STD                                                                                                                                                                                                             |
| 7 7/8                                                                                                                                                                                                                                                                                                                                                                                                 |                                                                                                                                                                                       | 825 sx                                                                                                                                                                                                                 |
| AMOUNT PULLED                                                                                                                                                                                                                                                                                                                                                                                         |                                                                                                                                                                                       |                                                                                                                                                                                                                        |
| 5 bbls                                                                                                                                                                                                                                                                                                                                                                                                |                                                                                                                                                                                       |                                                                                                                                                                                                                        |
| <b>24. LINER RECORD</b>                                                                                                                                                                                                                                                                                                                                                                               |                                                                                                                                                                                       |                                                                                                                                                                                                                        |
| SIZE                                                                                                                                                                                                                                                                                                                                                                                                  | TOP                                                                                                                                                                                   | BOTTOM                                                                                                                                                                                                                 |
| SACKS CEMENT                                                                                                                                                                                                                                                                                                                                                                                          | SCREEN                                                                                                                                                                                |                                                                                                                                                                                                                        |
| <b>25. TUBING RECORD</b>                                                                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                                                                                                                                        |
| SIZE                                                                                                                                                                                                                                                                                                                                                                                                  | DEPTH SET                                                                                                                                                                             | PACKER SET                                                                                                                                                                                                             |
| 2 7/8                                                                                                                                                                                                                                                                                                                                                                                                 | 6,730'                                                                                                                                                                                |                                                                                                                                                                                                                        |
| 26. Perforation record (interval, size, and number)<br>6,722-6,560' 33 shots                                                                                                                                                                                                                                                                                                                          |                                                                                                                                                                                       | 27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.                                                                                                                                                                        |
| DEPTH INTERVAL                                                                                                                                                                                                                                                                                                                                                                                        |                                                                                                                                                                                       | AMOUNT AND KIND MATERIAL USED                                                                                                                                                                                          |
| 6,560-6,722                                                                                                                                                                                                                                                                                                                                                                                           |                                                                                                                                                                                       | Acidize w/1500 gal 15% HCL                                                                                                                                                                                             |
|                                                                                                                                                                                                                                                                                                                                                                                                       |                                                                                                                                                                                       | Frac w/ 252,000 # 20/40 sand & 3,521 bbl Slick                                                                                                                                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                       |                                                                                                                                                                                       | water                                                                                                                                                                                                                  |
| <b>28. PRODUCTION</b>                                                                                                                                                                                                                                                                                                                                                                                 |                                                                                                                                                                                       |                                                                                                                                                                                                                        |
| Date First Production<br>NA                                                                                                                                                                                                                                                                                                                                                                           |                                                                                                                                                                                       | Production Method (Flowing, gas lift, pumping - Size and type pump)<br>Pumping                                                                                                                                         |
| Well Status (Prod. or Shut-in)<br>SI                                                                                                                                                                                                                                                                                                                                                                  |                                                                                                                                                                                       |                                                                                                                                                                                                                        |
| Date of Test<br>9/18/2006                                                                                                                                                                                                                                                                                                                                                                             | Hours Tested<br>24                                                                                                                                                                    | Choke Size<br>3/8"                                                                                                                                                                                                     |
| Prod'n For Test Period                                                                                                                                                                                                                                                                                                                                                                                | Oil - Bbl<br>4                                                                                                                                                                        | Gas - MCF<br>0                                                                                                                                                                                                         |
| Water - Bbl.<br>13                                                                                                                                                                                                                                                                                                                                                                                    | Gas - Oil Ratio                                                                                                                                                                       |                                                                                                                                                                                                                        |
| Flow Tubing Press.<br>0                                                                                                                                                                                                                                                                                                                                                                               | Casing Pressure<br>10                                                                                                                                                                 | Calculated 24-Hour Rate                                                                                                                                                                                                |
| Oil - Bbl.<br>4                                                                                                                                                                                                                                                                                                                                                                                       | Gas - MCF<br>0                                                                                                                                                                        | Water - Bbl.<br>13                                                                                                                                                                                                     |
| Oil Gravity - API - (Corr.)                                                                                                                                                                                                                                                                                                                                                                           |                                                                                                                                                                                       |                                                                                                                                                                                                                        |
| 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                                                                                                                                                                                                                                                                                                                                                                                             |                                                                                                                                                                                       | Printed Name Deborah Powell Title Eng Tech Supervisor Date 10/23/2007                                                                                                                                                  |
| E-mail Address Debby@McElvain.com                                                                                                                                                                                                                                                                                                                                                                     |                                                                                                                                                                                       |                                                                                                                                                                                                                        |

## INSTRUCTIONS

This form is to be filed with the appropriate District Office of the Division not later than 20 days after the completion of any newly-drilled or deepened well. It shall be accompanied by one copy of all electrical and radio-activity logs run on the well and a summary of all special tests conducted, including drill stem tests. All depths reported shall be measured depths. In the case of directionally drilled wells, true vertical depths shall also be reported. For multiple completions, items 25 through 29 shall be reported for each zone. The form is to be filed in quintuplicate except on state land, where six copies are required. See Rule 1105.

INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE

| Southeastern New Mexico |                  | Northwestern New Mexico    |                  |
|-------------------------|------------------|----------------------------|------------------|
| T. Anhy                 | T. Canyon        | T. Ojo Alamo               | T. Penn. "B"     |
| T. Salt                 | T. Strawn        | T. Kirtland-Fruitland 2750 | T. Penn. "C"     |
| B. Salt                 | T. Atoka         | T. Pictured Cliffs 2868    | T. Penn. "D"     |
| T. Yates                | T. Miss          | T. Cliff House 4740        | T. Leadville     |
| T. 7 Rivers             | T. Devonian      | T. Menefee 4787            | T. Madison       |
| T. Queen                | T. Silurian      | T. Point Lookout 5267      | T. Elbert        |
| T. Grayburg             | T. Montoya       | T. Mancos 5494             | T. McCracken     |
| T. San Andres           | T. Simpson       | T. Gallup 5868             | T. Ignacio Otzte |
| T. Glorieta             | T. McKee         | Base Greenhorn             | T. Granite       |
| T. Paddock              | T. Ellenburger   | T. Dakota                  | T.               |
| T. Blinbry              | T. Gr. Wash      | T. Morrison                | T.               |
| T. Tubb                 | T. Delaware Sand | T. Todilto                 | T.               |
| T. Drinkard             | T. Bone Springs  | T. Entrada                 | T.               |
| T. Abo                  | T.               | T. Wingate                 | T.               |
| T. Wolfcamp             | T.               | T. Chinle                  | T.               |
| T. Penn                 | T.               | T. Permian                 | T.               |
| T. Cisco (Bough C)      | T.               | T. Penn "A"                | T.               |

## OIL OR GAS SANDS OR ZONES

No. 1, from.....to.....  
No. 2, from.....to.....  
No. 3, from.....to.....  
No. 4, from.....to.....

## IMPORTANT WATER SANDS

Include data on rate of water inflow and elevation to which water rose in hole.

No. 1, from.....to.....feet.....  
 No. 2, from.....to.....feet.....  
 No. 3, from.....to.....feet.....

## LITHOLOGY RECORD (Attach additional sheet if necessary)

| From | To | Thickness<br>In Feet | Lithology |
|------|----|----------------------|-----------|
|      |    |                      |           |

| From | To | Thickness<br>In Feet | Lithology |
|------|----|----------------------|-----------|
|      |    |                      |           |