Submit to Appropriate District Office State of New Mexico Form C-105 State Lease - 6 copies Energy, Minerals and Natural Resources Revised June 10, 2003 Fee Lease - 5 copies District I WELL API NO. 1625 N. French, Hobbs, NM 88240 30-045-30612 District II OIL CONSERVATION DIVISION 5. Indicate Type Of Lease 1301 W Grand Avenue, Artesia, NM 88210 1220 South St. Francis Dr. District III STATE FEE X Santa Fe, NM 87505 1000 Rio Brazos Rd., Aztec, NM 87410 6. State Oil & Gas Lease No. District IV 1220 S St Francis Dr, Santa Fe, NM 87505 WELL COMPLETION OR RECOMPLETION REPORT AND LOG 1a Type of Well 7. Lease Name or Unit Agreement Name OIL WELL GAS WELL X DRY 🗌 OTHER_ McDANIEL GAS COM B RCVD SEP 20'07 b Type of Completion NEW WORK DEEPEN PLUG DEEPEN BACK DIFF X OTHER OIL COMS. DIV. 2 Name of Operator 8 Well No DIST. 3 #1R XIO Energy Inc. 3. Address of Operator 9 Pool name or Wildcat 382 CR 3100 AZTEC, NM 87410 AZTEC PICTURED CLIFFS 4. Well Location Unit Letter A 665 Feet From The NORTH Line and 840 Feet From The NMPM County Township 29N Range 10W SAN JUAN 10 Date Spudded 11. Date T.D Reached 12 Date Compl (Ready to Prod) 13 Elevations (DF & RKB, RT, GR, etc.) 14. Elev Casinghead 6/9/01 9/7/07 5524' GR 6/23/01 5524 ' 18 Intervals Drilled By 17 If Multiple Compl How Many Zones? 3 15 Total Depth 16 Plug Back T D Rotary Tools Cable Tools 1975' CIBP 19 Producing Interval(s), of this completion - Top, Bottom, Name 20. Was Directional Survey Made 1862' - 1888' AZTEC PICTURED CLIFFS 22 Was Well Cored 21. Type Electric and Other Logs Run CASING RECORD (Report all strings set in well) DEPTH SET CASING SIZE HOLE SIZE CEMENTING RECORD AMOUNT PULLED WEIGHT LB./FT. 8-5/8" 24# 405' 12-1/4" 350 SX J-55 7-7/8" 4-1/2" 10.5# J-55 6818' 1935 SX DVT'S @ 3213' & 6004' 24. LINER RECORD 25. **TUBING RECORD** SIZE TOP SACKS CEMENT **SCREEN** SIZE PACKER SET BOTTOM **DEPTH SET** 2-3/8" 1870' 26 Perforation record (interval, size, and number) 27. ACID, SHOT, FRACTURE, CEMENT, SQEEZE, ETC. DEPTH INTERVAL AMOUNT AND KIND MATERIAL USED 1862' - 1888' (TTL 52, 0.32" HOLES) 1862' - 1888' A. w/1200 gals 15% NEFE HCl acid. Frac'd w/59,295 g als 70Q foamed Delta 140 frac fld carrying 120,160# sand. **PRODUCTION** Date First Production Production Method (Flowing, gas lift, pumping - Size and type pump) Well Status (Prod. or Shut-in) SHUT IN Date of Test Hours Tested Oil - Bbl Gas - MCF Water - Bbl Gas - Oil Ratio Choke Sıze Prod'n For Test Period 9/7/07 1/2" 4 HRS Flow Tubing Calculated 24-Gas - MCF Oil - Bbl

Water - Bbl. Oil Gravity - API - (Corr.) Casing Pressure Hour Rate 40 170 0 366 29 Disposition of Gas (Sold, used for fuel, vented, etc.) Test Witnessed By TO BE SOLD 30 List Attachments

31 I hereby certify that th Hawn on both sides of this form is true and complete to the best of my knowledge and belief Printed

Signature E-mail add binaham@xtoenergy.com

LORRI D. BINGHAM

Title REG COMPLIANCE TECH Date

9/19/07

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

Southea	North	Northeastern New Mexico					
T. Anhy	T. Canyon	T. Ojo Alamo	670'	T. Penn. "B"			
T. Salt	T. Strawn	T. Kirtland-Fruitland	838 '	T. Penn. "C"			
B. Salt	T. Atoka	T. Pictured Cliffs	1849'	T. Penn. "D"			
T. Yates	T. Miss	T. Cliff House	3435'	T. Leadville			
T. 7 Rivers	T. Devonian	T. Menefee	3548'	T. Madison			
T. Queen	T. Silurian	T. Point Lookout	4151 '	T, Elbert			
T. Grayburg	T. Montoya	T. Mancos	4477 '	T. McCracken			
T. San Andres	T. Simpson	T. Gallup	5346'	T. Ignacio Otzte			
T. Glorieta	T. McKee	Base Greenhorn		T. Granite			
T. Paddock	T. Ellenburger	T. Dakota	6213'	Т			
T. Blinebry	T. Gr. Wash	T. Morrison	6518'	Т.			
T. Tubb	T. Delaware Sand	T. Todilto		Т.			
T. Drinkard	T. Bone Springs	T. Entrada		T			
T. Abo	T.	T. Wingate		T.			
T. Wolfcamp		T. Chinle		T.			
T. Penn	T.	T. Permain		Т.			
T. Cisco (Bough C)	T.	T. Penn "A"		Т.			
OIL OR GAS							

			SANDS OR ZONES
No. 1, fromto		No. 3, from	to
No. 2, from	to	No. 4, from	to
Total de laterania de Contra		TANT WATER SANDS	
Include data on rate of water in			
No. 1, from	to	feet	
		feet	
No. 3. from	to	feet	
	LITHOLOGY RECO	ORD (Attach additional sheet if	necessary)

From	То	Thickness in Feet	Lithology	From	То	Thickness in Feet	Lithology
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