Form 3160-4 (August 2007)

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

|              |                  | FORM APPROVED                            |
|--------------|------------------|--|
| <b>BECE</b>  | HVED             | OMB NO 1004-013<br>Expires July 31, 2010 |
| H WITH CONTR | n H W Linni Rend | Expires July 31, 2010                    |

|   | WELL  | . COMP          | LETION O                              | R REC        | OMPLET       | ION REP             | PORT            | AND LO  | 3                | DEC 1               |          | NMM-03                                | No.<br>5 <b>23</b>                    |                      |
|---|---|-----------------|---------------------------------------|--------------|--------------|---------------------|-----------------|---|------------------|---------------------|----------|---------------------------------------|---------------------------------------|----------------------|
| la. Type  | of Well                                       | Oil We          | II X Gas V                            | Vell         | Dry          | Other               |                 |   | Bur              | eau of Lai          | 6<br>1 t | . If Indian, Al                       | llotee o                              | r Tribe Name         |
| b. Type   | of Completion:                                | Otl             | New Well                              | ☐ Wor        | k Over       | Deepen              |                 | Plug Back                                       | <b>X</b> J Dit   | ff-Resim <b>gto</b> | n 두      | Unit or GA                            | Agreer                                | ment Name and No.    |
| 2 Name o  | of Operator                                   |                 |                                       |              |              |                     |                 |   |                  |                     |          | Lease Name                            | and W                                 | /ell No              |
|   | ERGY INC.                                     |                 |                                       |              |              |                     |                 |   |                  |                     | _  ~     | FEDERAL                               |                                       |                      |
| 3 Addres  |   |                 |                                       |              |              |                     | 3a.             | Phone No. (                                     |                  |                     | 9.       | . API Well No                         |                                       |                      |
| 382 CR  | 3100 AZ<br>on of Well (Repo                   |                 | M 87410                               | l in accord  | lance with B | ederal rea          | uiroma          |   | 333 <u>-31</u> 0 | 00                  | 4_       | 30-045-2                              |                                       |                      |
| At surfa  |   |                 | •                                     |              |              | eacrai reg          | uneme           | .1113)  |                  |                     | 10       | Field and Po                          |                                       | Exploratory AND COAL |
|   | 1600,   | FSL &           | 1075' FE                              | L NES        | iti          |                     |                 |   |                  |                     | 11       | Sec., T., R.,                         |                                       |                      |
| At top prod, interval reported below  |   |                 |                                       |              |              |                     |                 | Survey or Area  Sec. 31 (I) -T27N-R11W, N.M.P.1 |                  |                     |          |                                       |                                       |                      |
| At total  | depth SAME                                    | <u>c</u>        |                                       |              |              |                     |                 |   |                  |                     |          | County or P<br>AN JUAN                | arish                                 | 13 State             |
| 14. Date S  | pudded  | 15. Da          | te T.D. Reacl                         | hed          |              | 16. Dat             |                 | pleted  | - n .            |                     | 17       | 17. Elevations (DF, RKB, RT, GL)*     |                                       |                      |
| 04/1  | 7/1981  | 04              | 1/19/1981                             |              |              |                     | D & A<br>12/1   | <u> X</u><br>.2/2008                            | Ready            | to Prod             |          | 6121' GL                              |                                       |                      |
|   | Depth: MD<br>TVD                              |                 | 325' 19                               | Plug Ba      | ck T.D.; N   | ID<br>VD            |                 | 951   | 20. D            | epth Bridge         |          |                                       |                                       |                      |
| 21. Type I  | Electric & Other                              | r Mechani       | ical Logs Run                         | (Submit c    |              |                     |                 |   | 22 W:            | as well cored?      | ,        | X No                                  |                                       | es (Submit analysis) |
| 21. Type .  |   |                 | 2050 11411                            | (546         | opj or two.  | ,                   |                 |   |                  | as DST run          |          | X No [                                |                                       | es (Submit report    |
| GR/CCL  | ı   |                 |                                       |              |              |                     |                 |   | Di               | rectional Surv      | _        |                                       |                                       | Yes (Submit copy)    |
| 23. Casing  | g and Liner Reco                              | ord (Repo       | rt all strings .                      | set in well) | )            |                     |                 |   |                  |                     |          |                                       |                                       |                      |
| Hole Size   | Size/Grade                                    | Wt (#ft.)       | Top (MD                               | ) Botto      | m (MD)       | Stage Ceme<br>Depth |                 | No of Sk<br>Type of C                           |                  | Slurry Vol<br>(BBL) |          | Cement To                             | p*                                    | Amount Pulled        |
| .2-1/4"   | 8-5/8"  | 24#             | 0                                     | 14           | 15'          |                     |                 | 100 :   | sx               |                     |          | 0                                     |                                       |                      |
| 7-7/8"  | 4-1/2"  | 10.5            | 0                                     | 18           | 15'          |                     |                 | 345   | sx               |                     |          | 0                                     |                                       |                      |
|   |   |                 |                                       |              |              |                     |                 |   |                  |                     |          | PCLD JANT'                            |                                       |                      |
|   |   |                 |                                       |              |              |                     |                 |   |                  |                     |          |                                       |                                       | JONS. DIV.           |
|   |   |                 |                                       |              |              |                     |                 |   |                  |                     |          |                                       |                                       | <u> </u>             |
| 24. Tubing  | g Record                                      |                 |                                       |              |              |                     |                 |   | <u> </u>         | ·····               |          |                                       |                                       |                      |
| Sıze  | Depth Set (                                   | MD) I           | Packer Depth (N                       | (D)          | Size         | Depth Set           | (MD)            | Packer De                                       | pth (MD)         | Size                | T        | Depth Set (                           | MD)                                   | Packer Depth (MD)    |
| 2-3/8"  | 1588  |                 | 12/12/200                             |              |              |                     | ·               |   |                  |                     |          | · · · · · · · · · · · · · · · · · · · | · · · · · · · · · · · · · · · · · · · |                      |
| 25. Produ   | cing Intervals                                |                 |                                       |              |              | 26. Perfora         | ation R         | Record  |                  |                     |          |                                       |                                       |                      |
|   | Formation                                     |                 | Тор                                   | Вс           | ottom        | Per                 | forated         | Interval  |                  | Size                |          | lo Holes                              |                                       | Perf Status          |
| A) LIME   | FRUITLAND                                     | _TAOO C         | 1587                                  | 15           | 591'         | 11/24/2008          |                 | 0.34"   |                  |                     | 12       |                                       |                                       |                      |
|   | FRUITLAND                                     | JACO C          | 1373'                                 | 15           | 544'         | 11                  | 11/27/2008      |   | 0.34"            |                     |          | 30                                    |                                       |                      |
| C)  |   |                 |                                       | _            |              |                     |                 |   |                  |                     |          |                                       |                                       |                      |
| D)  |   |                 |                                       |              |              |                     |                 |   |                  |                     |          |                                       |                                       |                      |
| 27 Acid,  | Fracture, Treatr                              | nent, Cen       | nent Squeeze,                         | Etc.         |              |                     |                 |   |                  |                     |          |                                       |                                       |                      |
|   | Depth Interval                                |                 |                                       |              |              |                     |                 | Amount and                                      |                  |                     |          |                                       |                                       |                      |
| 1587' - 1591' 11/26/08 A.w/1,500 gals 15% NEFE HCl Acid. Frac'd  Delta 140 frac fld carrying 2,800# 40/70 BASF sand |   |                 |                                       |              |              |                     |                 |   |                  |                     |          |                                       |                                       |                      |
|   |   |                 |                                       | ·            |              |                     |                 | <u></u>   | 70 BAS           | F sand              | & 5      | 5,500# 2                              | 0/40                                  | BASF sand            |
|   |   |                 | · · · · · · · · · · · · · · · · · · · |              | andwedge     |                     |                 |   |                  |                     |          |                                       |                                       |                      |
|   | 7 <mark>3' - 1544</mark><br>tion - Interval A |                 | 11/27                                 | /08 A.       | .w/1,500     | qals 1              | 15% N           | EFE HCl   | acid.            | Frac'd              | w/_      | 69,011 g                              | als                                   | (cont on back)       |
| Date First<br>Produced  | Test<br>Date<br>12/12/08                      | Hours<br>Tested | Test<br>Production                    | Oil<br>BBL   | Gas<br>MCF   | Water<br>BBL        | Oil Gra<br>Corr |   | Gas<br>Gravity   | Produ               |          | Method                                | FLOW                                  | TNY                  |
| Choke   | Tbg Press                                     | Csg             | 24                                    | Oil          | Gas          | Water               | Gas (           | Oil   | Well Statu       | us                  | <u> </u> | <u> </u>                              |                                       | <del></del>          |
| Size  | Flwg<br>SI 80                                 | Press           | Hr                                    | BBL          | MCF          | BBL                 | Ratio           |   |                  |                     |          |                                       |                                       |                      |
| 28a Drodoo  | ction-Interval B                              | 65              |                                       |              |              | L                   | L               |   | 8                | SHUT IN             |          |                                       |                                       | EDFOR RECNOR         |
| Date First  | Test Test                                     | Hours           | Test                                  | Oil          | Gas          | Water               | Oil Gra         | avity   | Gas              | Produ               | ction    | Method                                | 6 B                                   | TEL LAW LIE Y WHI    |
| Produced  | Date  | Tested          | Production                            | BBL          | MCF          | BBL                 | Corr.           | API   | Gravity          |                     |          |                                       | 100                                   | 108 ***              |
| Choke<br>Size   | Tbg Press<br>Flwg<br>SI                       | Csg<br>Press.   | 24<br>Hr.                             | Oil<br>BBL   | Gas<br>MCF   | Water BBL           | Gas for         | <b>U</b>  | Well Statu       | us                  |          | FARM                                  | NOT (                                 | NATIELD OFFICE       |

| 201.6                  |                                | 10               |                                  |            |                                    |              | · · · · · · · · · · · · · · · · · · ·              | ·                             |                              |                                |  |  |
|------------------------|--------------------------------|------------------|----------------------------------|------------|------------------------------------|--------------|--|-------------------------------|------------------------------|--------------------------------|--|--|
| 28b. Producti          |                                |                  | Ι                                | la.        | 1                                  | T            | Tai  | 1 -                           |                              |                                |  |  |
| Date First<br>Produced | Test<br>Date                   | Hours<br>Tested  | Test<br>Production               | Oil<br>BBL | Gas<br>MCF                         | Water<br>BBL | Oil<br>Gravity<br>Corr. API                        | Gas Production Method Gravity |                              |                                |  |  |
| Choke<br>Size          | Tbg Pres.<br>Flwg<br>SI        | S Csg<br>Press.  | 24<br>Hr                         | Oil<br>BBL | Gas Water Gas Oil<br>MCF BBL Ratio |              |  | Well Status                   |                              |                                |  |  |
| 28c. Product           | tion-Interv                    | al D             | <u> </u>                         |            |                                    | . 1          |  | _L                            |                              |                                |  |  |
| Date First<br>Produced | Test<br>Date                   | Hours<br>Tested  | Test<br>Production               | Oil<br>BBL | Gas<br>MCF                         | Water<br>BBL | Oıl<br>Gravity<br>Corr. API                        | Gas<br>Gravity                | Production Method            |                                |  |  |
| Choke<br>Size          | Tbg Pres                       | s. Csg<br>Press  | 24<br>Hr                         | Oil<br>BBL | Gas<br>MCF                         | Water<br>BBL | Gas: Oil<br>Ratio                                  | Well Status                   | <u> </u>                     |                                |  |  |
| 29. Disposit           | ion of Gas (                   | Sold, used for j | fuel, vented, e                  | tc.)       |                                    | TO BE        | SOLD   |                               |                              |                                |  |  |
| Show al                | l important a<br>g depth inter | zones of porosit | ude Aquifers) y and contents the | hereof Co  |                                    |              |  | 31. Format                    | ion (Log) Markers            |                                |  |  |
| Forma                  | tion                           | Тор              | Bottom                           |            | Descriptions, Contents, etc.       |              |  |                               | Name                         | Top<br>Meas.Depth              |  |  |
|                        |                                |                  |                                  |            |                                    |              |  |                               | 10 SS                        | 475'                           |  |  |
|                        | İ                              |                  |                                  |            |                                    |              |  |                               | SHALE                        | 607 '                          |  |  |
|                        |                                |                  |                                  |            |                                    |              |  |                               | ID FORMATION                 | 1201'                          |  |  |
|                        |                                |                  |                                  |            |                                    |              |  |                               | CLIFFS SS                    | 1595'                          |  |  |
|                        |                                |                  |                                  |            |                                    |              |  | PICTOREA                      | CLIFFS SS                    | 1595                           |  |  |
|                        |                                |                  |                                  |            |                                    |              |  |                               |                              |                                |  |  |
|                        | 1                              |                  |                                  |            |                                    |              |  |                               |                              |                                |  |  |
|                        |                                |                  |                                  |            |                                    |              |  |                               |                              |                                |  |  |
|                        |                                |                  |                                  |            |                                    |              |  |                               |                              |                                |  |  |
|                        | Į                              |                  |                                  |            |                                    |              |  |                               |                              |                                |  |  |
|                        |                                |                  |                                  |            |                                    |              |  |                               |                              |                                |  |  |
|                        |                                |                  |                                  |            |                                    |              |  |                               |                              |                                |  |  |
| Cont'd                 |                                | 1373' 1544'      |                                  |            | 70Q N2 foam Delta 140 frac fld     |              |  |                               |                              |                                |  |  |
|                        |                                |                  |                                  |            | crying                             | 4,000#       | 40/70 BASF sd                                      |                               |                              |                                |  |  |
|                        |                                |                  |                                  |            |                                    | •            | BASF sd coated                                     | 1                             |                              |                                |  |  |
|                        |                                |                  |                                  | -          |                                    | wet slips.   |  |                               |                              |                                |  |  |
| 32 Additio             | nal remark                     | s (include plu   | gging procedu                    |            |                                    | 90 P         | mee barpo.   |                               |                              |                                |  |  |
| COME                   | ZETION                         | RIG RELE         | ASED 12/1:                       | 2/2008     |                                    |              |  |                               |                              |                                |  |  |
|                        |                                |                  |                                  | _,         |                                    |              |  |                               |                              |                                |  |  |
|                        |                                |                  |                                  |            |                                    |              | •  |                               |                              |                                |  |  |
|                        |                                |                  |                                  |            |                                    |              |  |                               |                              |                                |  |  |
| 33. Indicat            | e which ite                    | ms have bee a    | ttached by pla                   | cing a ch  | eck in the                         | appropriate  | e boxes:   |                               |                              |                                |  |  |
| Elect                  | trical/Mech                    | nanical Logs (1  | full set req'd)                  |            | Geo                                | logic Repo   | ort DST Report                                     | t Dırect                      | ional Survey                 |                                |  |  |
| Sund                   | lry Notice i                   | for plugging a   | nd cement ver                    | ification  | Core                               | e Analysis   | Other  |                               |                              |                                |  |  |
|                        |                                |                  |                                  |            |                                    |              |  |                               |                              |                                |  |  |
| 34. I hereb            | y certify th                   | at the foregoi   | ng and attache                   | d inform   | ation is cor                       | mplete and   | correct as determined                              | l from all availa             | able records (see attached i | nstructions)*                  |  |  |
|                        |                                |                  |                                  |            |                                    |              |  |                               |                              |                                |  |  |
| Name (p                | olease prin                    | i) DOLENA        | A JOHNSON                        |            |                                    |              | Title  | e REGULAT                     | ORY COMPLIANCE TE            | ECHNICIAN                      |  |  |
|                        | -                              |                  | _                                |            |                                    |              | •  |                               |                              |                                |  |  |
| Signatur               | re 💭                           | selena           | Clahu                            | <u>مم.</u> |                                    |              | Date   | e 12/18/2                     | 2008                         |                                |  |  |
|                        |                                |                  |                                  |            |                                    |              |  |                               |                              |                                |  |  |
|                        |                                |                  | -                                |            |                                    |              |  |                               |                              |                                |  |  |
|                        |                                | 1000             |                                  |            |                                    | <del></del>  |  |                               |                              |                                |  |  |
|                        |                                |                  |                                  |            |                                    |              | ne for any person kno<br>atter within its iurisdic |                               | mully to make to any dep     | artment or agency of the Unite |  |  |

(Continued on page 3) (Form 3160-4, page 2)