N.M. Oil Cons. DIV-Dist. 2

1301 W. Grand Avenue

Form 3160-5 (September 2001) DEPARTMENT OF THE STATES

FORM APPROVED OM B No. 1004-0135 Expires: January 31, 2004 **BUREAU OF LAND MANAGEMENT** 5. Lease Serial No. NM-110333 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE- Other instructions on reverse side. 1. Type of Well Öil Well ✓ Gas Well Other 8. Well Name and No. Stinking Draw Federal #1 2. Name of Operator Pure Resources, L. P. API Well No. 30-015-23130 3b. Phone No. (include area code) 3a Address 432-498-8662 PECEIVED 500 W. Illinois, Midland, Texas 79701 10. Field and Pool, or Exploratory Area Indian Basin; Morrow, West (Gas) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) OCT - 1 2004 11. County or Parish, State 1998' FNL & 604' FWL UL E, Sec 13, T-21-S, R-22-E OCD ARTESIA Eddy 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION ✓ Acidize Production (Start/Resume) Water Shut-Off Deepen Notice of Intent Fracture Treat Alter Casing Well Integrity Reclamation New Construction Recomplete Other Re-enter & set Prod. Casing Repair Subsequent Report Change Plans Casing, perf, acidize Temporarily Abandon Plug and Abandon Final Abandonment Notice ___ Plug Back & Fracture Treat __ Convert to Injection Water Disposal 13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) On 7/12/04, MIRU Patterson Rig #74, Hot Tap well w/Cudd Well Control, weld on WH, NU BOP & Test 250 low, 3000 high. TIH to 1946' & circulate clean prior to csg pressure test. Press up on csg to 1500psi for 30 min, no leak. Begin drlg cmt f/1975'-2722'. Drl'd cmt f/3751'-4015' & 1/5250'-5563'. TIH to 7125', tight spot 1/7000'-7125'. On 7/14/04, PU & run DST tools. RU test manifold, test DST #1. Shut-in. RU to reverse circulate-circ sub plugged. Pmp down DS, reverse circ. TOH. TIH w/bit and on 7/15/04 thru 7/17/04 drl'd cmt, wash and ream from 7,125' -9170' (TD). On 7/18/04, RIH.w/210jts 5-1/2" 17#, N-80 csg. & set @ 9170' w/460sx (103 Bbls) "H" cement w/.6% FL-25, .25% SMS mixed @ 5.7GPS, Yld: 1.26 ft3/sk. Bump plug w/2500psi. Calc. TOC @ 7,000'. Rig released. On 7/26/04, cleaned location, MIRU workover unit, set anchors, NU BOP, test BOP to 1000#, unload & rack tbg. RIH & tag up & circ 7% KCL down hole, spot 300g 10% acetic acid on btm. POOH w/tbg. On 7/28/04, NU BOP, NU 2-5000# 7-1/16" frac valves. RU electric lline & RIH w/4.6 guage ring & tagged @ 9063' correlated to logs run on 3/7/1980 (CNL, FDC). POOH w/guage ring. RIH w/CBL, 1st run showed no cmt behind pipe @ 8828', 2nd run w/1000# press on csg, showed cement. POOH w/CBL. RIH w/3-1/8" perf guns & perf @ 8826, 42, 44, 46, 48, 54, 8967, 70, 72, 74, 9008, 11, 14, 16, 20, 22, 26, 30, 38, 41, 45, 48, 50. On 7/29/04, RU Halliburton, spot acid & fracture treat perfs f/8826 - 9050' w/50,000g 65O CO2 foam carrying 45,000# 20/40 interprop @ 40.3 BPM avg. rate & 4223psi, avg press. Start flowback & cleanup of well. RIH w/tbg and tied into on-off tool @ 8715' (Pkr @ 8716') w/12,000# compression. From 7/31/04 to 8/03/04, using coiled tbg and nitrogen, cleaned out well, jetted and swabbed attempting to establish production and recover frac load. Recovered 333 Bbls from frac load with occasional spurting and spitting of fluids due to well trying to flow. Well shut-in for study and consideration of up-hole completion potential. 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Alan W. Bohling Title Regulatory Agent Date Sept. 21,2004

Clark Boblins THIS SPACE FOR FEDERAL OR STATE OFFICE USECEPTED FOR RECORD Title Approved by Conditions of approval, if any, are attached. Approval of this notice does not warrant or 28 2004 certify that the applicant holds legal or equitable title to those rights in the subject lease Office which would entitle the applicant to conduct operations thereon. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. (Instructions on page 2)

WELL: STINKING DRAW FEDERAL #1 FIELD: INDIAN BASIN WEST (MORROW) A Unocal Company 11" 5000 x 7 1/16" 5000 API # 30-015-23130 13-3/8" 48# K-55 STC @ 640' Surf Loc: 1980' FNL 660' FWL Sec 13 T21S R22E Cmtd w/ 650 sx. Circ cmt Eddy Co., New Mexico Elev: GL 4170', KB 4182' (RKB 12') Spud: x/x/04 RR 7/18/04 First Sales: AFE# 8-5/8" 24# K-55 STC @ 2023' Cmtd to surf w/ 1000 sx. 2 3/8" 4.7# L-80 EUE 8rd TOC 7000' Calc. On/off tool w/1.81" F nipple @ 8715 Hornet WL pkr @ 8716 ,8'x2-3/8" tailpipe, 1.81 R nipple, WLEG Lower Morrow Perfs 8826 - 9050 Frac w/ approx. 50000 gai 65Q foam and 45000# 20/40 interprop TD 9170' 5 1/2" 17#N-80 LTC @ 9170' FC @ 9076' Cmtd w/ 460 sx. Est TOC 7000' calc.

Pure Resources, Inc. Well History

STINKING DRAW FED #1 R/E - 49% WI From 1/1/1920 through 8/5/2004

	ne STINKING DRAW						Lea	ase Well 511706-0001	
	e: NM	County:		ype of Rep	ort: DRILLING		INITIAL	REPORT	
ACU	ivity Date 7/11/2004 Description RIGG	ING LIP	•:	ype or Kep	ort. DRILLING		IIIIIIAL	REPORT	
	·								
	Times	Hours 24.00		Remarks					
r					UP PATTERSON I				
	Daily Cost	Cum Cost	AFE Amount	- 11	Current Depth	Ftg Made	Mud Wt.		
	\$19,070	\$19,070	\$530,100	2040483	5156				
Acti	ivity Date 7/12/2004			ype of Rep	ort: DRILLING		PROGF	RESS REPORT	
	Description RUP	ICKUP MACH	IINE.						
	Times	Hou	ırs	Remarks	;				
		1.00)	RU PATI	TERSON UTI RIG #	74.			
		3.00)	HOT TAP	WELL W/ CUDD V	VELL CONTR	OL.		
		2.00)	WELD O	N WH.				
		8.00)	NU BOP.					
		9.00)	TEST BO	OP 250 LOW, 3000 I	HIGH.			
		1.00		RU PICKUP MACHINE.					
į	Daily Cost	Cum Cost	AFE Amount	AFE#	Current Depth	Ftg Made	Mud Wt.		
	\$24,507	\$43,577	\$530,100	2040483	5156				
Acti	ivity Date 7/13/2004		Т	ype of Rep	ort: DRILLING		PROGR	RESS REPORT	
	Description PUD	P.						•	
	Times	Hou	ırs	Remarks	ì				
		3.50)	TIH TO 1	946'.			•	
		0.50)	CIRC HOLE CLEAN PRIOR TO CSG PRESSURE TEST.					
		0.50)	PRESSURE UP ON CSG TO 1500 PSI/30 MIN - NO LEAK. DRLG CMT F/ 1975-2722'.					
		4.00)						
		0.50)	INSTALL ROTATING HEAD.					
		1.00)	TIH W/ D	P TO 3751'.				
		3.00)	DRLG CI	MT F/ 3751-4015'.				
		1.00)	PU DP 4	015-5200'.				
		4.50)	MUD UP.					
		3.50)	DRLG CI	MT F/ 5250-5563'.				
		2.00							
			,	PU DP 5	563-5720'.				
	Daily Cost	Cum Cost	AFE Amount		563-5720'. Current Depth	Ftg Made	Mud Wt.		
	Daily Cost \$16,892					Ftg Made	Mud Wt.		
Act		Cum Cost	AFE Amount \$530,100	AFE # 2040483	Current Depth 5156			RESS REPORT	
Act	\$16,892 civity Date 7/14/2004	Cum Cost	AFE Amount \$530,100	AFE#	Current Depth 5156			RESS REPORT	
Act	\$16,892 tivity Date 7/14/2004 Description TIH.	Cum Cost \$60,469	\$530,100 T	AFE # 2040483 ype of Rep	Current Depth 5156 port: DRILLING			RESS REPORT	
Act	\$16,892 civity Date 7/14/2004	Cum Cost \$60,469	AFE Amount \$530,100 T	AFE # 2040483 ype of Rep Remarks	Current Depth 5156 Dort: DRILLING			RESS REPORT	
Act	\$16,892 tivity Date 7/14/2004 Description TIH.	Cum Cost \$60,469 Hou 1.50	AFE Amount \$530,100 T urs	AFE # 2040483 Type of Rep Remarks TIH F/ 57	Current Depth 5156 Dort: DRILLING 8 720-6307'.			RESS REPORT	
Act	\$16,892 tivity Date 7/14/2004 Description TIH.	Cum Cost \$60,469 Hou 1.50 0.50	AFE Amount \$530,100 T urs	AFE # 2040483 ype of Rep Remarks TIH F/ 57 RD PICK	Current Depth 5156 DRILLING S 720-6307'. CUP MACHINE.			RESS REPORT	
Act	\$16,892 tivity Date 7/14/2004 Description TIH.	Cum Cost \$60,469 Hou 1.50 0.50 2.50	AFE Amount \$530,100 T urs	AFE # 2040483 Type of Rep Remarks TIH F/ 57 RD PICK TIH F/ 63	Current Depth 5156 DRILLING 8 720-6307'. CUP MACHINE. 807-7125'.			RESS REPORT	
Act	\$16,892 tivity Date 7/14/2004 Description TIH.	Cum Cost \$60,469 Hou 1.50 0.50 2.50 4.00	### AFE Amount	AFE # 2040483 ype of Rep Remarks TIH F/ 57 RD PICK TIH F/ 63 CIRC & C	Current Depth 5156 DRILLING 8 720-6307'. CUP MACHINE. 6307-7125'. COND MUD.			RESS REPORT	
Act	\$16,892 tivity Date 7/14/2004 Description TIH.	Cum Cost \$60,469 Hou 1.50 0.50 2.50 4.00 0.50	AFE Amount \$530,100 Turs	AFE # 2040483 ype of Rep Remarks TIH F/ 57 RD PICK TIH F/ 63 CIRC & C SERVICE	Current Depth 5156 DRILLING S 720-6307'. CUP MACHINE. 807-7125'. COND MUD. E RIG.			RESS REPORT	
Act	\$16,892 tivity Date 7/14/2004 Description TIH.	Cum Cost \$60,469 Hou 1.50 0.50 2.50 4.00 0.50 5.00	AFE Amount \$530,100 T urs 0 0 0 0	AFE # 2040483 Type of Rep Remarks TIH F/ 55 RD PICK TIH F/ 65 CIRC & C SERVICI TOH - TI	Current Depth 5156 DOT: DRILLING S 720-6307'. CUP MACHINE. 307-7125'. COND MUD. E RIG. GHT HOLE 7000 - 7			RESS REPORT	
Act	\$16,892 tivity Date 7/14/2004 Description TIH.	Cum Cost \$60,469 Hou 1.50 0.50 4.00 0.50 5.00	AFE Amount \$530,100 Turs))))	AFE # 2040483 ype of Rep Remarks TIH F/ 57 RD PICK TIH F/ 63 CIRC & C SERVICI TOH - TI PU & RU	Current Depth 5156 DOT: DRILLING S 720-6307'. CUP MACHINE. 807-7125'. COND MUD. E RIG. GHT HOLE 7000 - 7			RESS REPORT	
Act	\$16,892 tivity Date 7/14/2004 Description TIH.	Cum Cost \$60,469 Hou 1.50 0.50 4.00 0.50 5.00 1.50	AFE Amount \$530,100 Turs	AFE # 2040483 Type of Rep Remarks TIH F/ 57 RD PICK TIH F/ 63 CIRC & C SERVICI TOH - TI PU & RU CUT DR	Current Depth 5156 DRILLING 1720-6307'. CUP MACHINE. 1807-7125'. COND MUD. E RIG. GHT HOLE 7000 - 70 IN DST TOOL. LG LINE.			RESS REPORT	
Act	\$16,892 tivity Date 7/14/2004 Description TIH.	Cum Cost \$60,469 Hou 1.50 0.50 4.00 0.50 5.00	AFE Amount \$530,100 Turs	AFE # 2040483 Type of Rep Remarks TIH F/ 57 RD PICK TIH F/ 63 CIRC & C SERVICI TOH - TI PU & RU CUT DRI TIH W/ E	Current Depth 5156 DOT: DRILLING S 720-6307'. CUP MACHINE. 807-7125'. COND MUD. E RIG. GHT HOLE 7000 - 7			RESS REPORT	

	ity Date 7/15/2004 Description DRLG	6 CMT @ 7125	-	pe of Rep	ort: DRILLING		PROGR	ESS REPORT
	Times	Hou	rs	Remarks	i			
		1.50		TIH W/ D	ST.			
		0.50		RU TEST	MANIFOLD			•
		0.50		TEST DS				
		2.00		SHUT IN				
		0.50	-		TANDS TO 5630'.			
						20 01 ID DI 11	2050	
		1.00			EVERSE CIRC - CIF	RC SUB PLUC	SGED.	
		0.50			OWN DS.			
		1.0		REVERS	E CIRC.			
		6.50		TOH.				
		6.50		TIH W/ D	RILL BIT.			
		2.50		WASH &	REAM F/ 7040-7125	5'.		
	Daily Cost	Cum Cost `	AFE Amount	AFE#	Current Depth	Ftg Made	Mud Wt.	
	\$16,740	\$98,331	\$530,100	2040483	7125			
Activ	ity Date 7/16/2004		T	ype of Rep	ort: DRILLING		PROGR	RESS REPORT
	Description WASI	H & REAM	•					
	Times	Hou	rs	Remarks	•			
	· ·····•	1.09			MT F/ 7125-7265'.			
		2.00			REAM F/ 7265-747:	3'.		
		2.00			NEAM F7 7203-747. NS @ 7473'.	٠.		
					_	01		
		3.00			REAM F/ 7473-787:			•
		1.00		TIGHT H	OLE, LD 3 JTS & C	IRC.		
		8.00		WASH &	REAM F/ 7872-868	4' .		
		3.00		DRLG CI	MT F/ 8684-8800'.			
		4.00		WASH &	REAM F/ 8800-908	7'.		
			AFE A		0 1 5 1	Ftg Made	Mud Wt.	
Г	Daily Cost	Cum Cost	AFE Amount	AFE #	Current Depth	rty maue		
Activ	Daily Cost \$17,563 Vity Date 7/17/2004	\$115,894	\$530,100	2040483 ype of Rep	Current Depth 9087 Port: DRILLING	1962		RESS REPORT
Activ	\$17,563	\$115,894 RILL STRING. Hou 3.50	\$530,100 T	2040483 ype of Rep Remarks WASH &	9087 port: DRILLING s REAM F/ 9-087-917	1962		RESS REPORT
Activ	\$17,563 rity Date 7/17/2004 Description LD D	\$115,894 RILL STRING. Hou	\$530,100 T	2040483 ype of Rep Remarks WASH & CIRC & G	9087 OORT: DRILLING B REAM F/ 9-087-917 CONDITION MUD.	1962 70'.		RESS REPORT
Activ	\$17,563 rity Date 7/17/2004 Description LD D	\$115,894 RILL STRING. Hou 3.50	\$530,100 T	2040483 ype of Rep Remarks WASH & CIRC & G	9087 port: DRILLING s REAM F/ 9-087-917	1962 70'.		RESS REPORT
Activ	\$17,563 rity Date 7/17/2004 Description LD D	\$115,894 RILL STRING. Hou 3.50 2.00	\$530,100 T	2040483 ype of Rep Remarks WASH & CIRC & G SHORT	9087 OORT: DRILLING B REAM F/ 9-087-917 CONDITION MUD.	1962 70'.		RESS REPORT
Activ	\$17,563 rity Date 7/17/2004 Description LD D	\$115,894 RILL STRING. Hou 3.50 2.00 3.00	\$530,100 T	2040483 ype of Rep Remarks WASH & CIRC & C SHORT CIRC & C	9087 PORT: DRILLING REAM F/ 9-087-917 CONDITION MUD. TRIP. PUMP OUT 1	1962 70'.		RESS REPORT
Activ	\$17,563 rity Date 7/17/2004 Description LD D	\$115,894 RILL STRING. Hou 3.50 2.00 3.00 6.00 1.00	\$530,100 Tr	Q040483 ype of Rep Remarks WASH & CIRC & C SHORT CIRC & C RU LD M	9087 PORT: DRILLING REAM F/ 9-087-917 CONDITION MUD. TRIP. PUMP OUT 1 CONDITION MUD. ACHINE.	1962 70'.		RESS REPORT
Activ	\$17,563 rity Date 7/17/2004 Description LD D	\$115,894 RILL STRING. Hou 3.50 2.00 3.00 6.00	\$530,100 Tr	Personal Control of the Control of t	9087 PORT: DRILLING REAM F/ 9-087-917 CONDITION MUD. TRIP. PUMP OUT 1 CONDITION MUD.	1962 70'.		RESS REPORT
Activ	\$17,563 rity Date 7/17/2004 Description LD D Times	\$115,894 RILL STRING. Hou 3.50 2.00 3.00 6.00 1.00 8.50	\$530,100 T	Personal Control of the Control of t	9087 PORT: DRILLING REAM F/ 9-087-917 CONDITION MUD. TRIP. PUMP OUT 1 CONDITION MUD. JACHINE. L STRING.	1962 70'. 11 JTS. TIH.	PROGI	RESS REPORT
	\$17,563 rity Date 7/17/2004 Description LD D Times	\$115,894 RILL STRING. Hou 3.50 2.00 3.00 6.00 1.00 8.50 Cum Cost \$219,189	\$530,100 Tr rs AFE Amount \$530,100	Personal Property of the prope	9087 PORT: DRILLING REAM F/ 9-087-917 CONDITION MUD. TRIP. PUMP OUT 1 CONDITION MUD. ACHINE. L STRING. Current Depth 9170	1962 70'. 11 JTS. TIH.	PROGI	RESS REPORT
	\$17,563 rity Date 7/17/2004 Description LD D Times Daily Cost \$103,295 rity Date 7/18/2004	\$115,894 RILL STRING. Hou 3.50 2.00 3.00 6.00 1.00 8.50 Cum Cost \$219,189	\$530,100 Tr rs AFE Amount \$530,100	Per de la companya de	9087 PORT: DRILLING REAM F/ 9-087-917 CONDITION MUD. TRIP. PUMP OUT 1 CONDITION MUD. IACHINE. L STRING. Current Depth 9170 DORILLING	1962 70'. 11 JTS. TIH.	PROGI	
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	\$17,563 rity Date 7/17/2004 Description LD D Times Daily Cost \$103,295 rity Date 7/18/2004 Description RIG R	\$115,894 RILL STRING. Hou 3.50 2.00 3.00 6.00 1.00 8.50 Cum Cost \$219,189 RELEASES. Hou	\$530,100 Tris AFE Amount \$530,100 Tris	Permarks WASH & CIRC &	9087 PORT: DRILLING REAM F/ 9-087-917 CONDITION MUD. TRIP. PUMP OUT 1 CONDITION MUD. IACHINE. L STRING. Current Depth 9170 PORT: DRILLING CREW & RUN 5-1/2	1962 70'. 11 JTS. TIH. Ftg Made	PROGI	
	\$17,563 rity Date 7/17/2004 Description LD D Times Daily Cost \$103,295 rity Date 7/18/2004 Description RIG R	\$115,894 RILL STRING. Hou 3.50 2.00 3.00 6.00 1.00 8.50 Cum Cost \$219,189 RELEASES. Hou 9.00 1.00	\$530,100 Tr	2040483 ype of Rep Remarks WASH & CIRC & G SHORT CIRC & G RU LD M LD DRIL AFE # 2040483 ype of Rep Remarks RU CSG CIRC @	9087 PORT: DRILLING REAM F/ 9-087-917 CONDITION MUD. TRIP. PUMP OUT 1 CONDITION MUD. ACHINE. L STRING. Current Depth 9170 PORT: DRILLING CREW & RUN 5-1/2 9170'.	1962 70'. 11 JTS. TIH. Ftg Made	PROGI	
	\$17,563 rity Date 7/17/2004 Description LD D Times Daily Cost \$103,295 rity Date 7/18/2004 Description RIG R	\$115,894 RILL STRING. Hou 3.50 2.00 3.00 6.00 1.00 8.50 Cum Cost \$219,189 RELEASES. Hou 9.00 1.00 1.50	\$530,100 Trs rs AFE Amount \$530,100 T	Permarks WASH & CIRC &	9087 PORT: DRILLING REAM F/ 9-087-917 CONDITION MUD. TRIP. PUMP OUT 1 CONDITION MUD. IACHINE. L STRING. Current Depth 9170 PORT: DRILLING CREW & RUN 5-1/7 9170'. BJ SERVICES.	1962 70'. 11 JTS. TIH. Ftg Made	PROGI	
	\$17,563 rity Date 7/17/2004 Description LD D Times Daily Cost \$103,295 rity Date 7/18/2004 Description RIG R	\$115,894 RILL STRING. Hou 3.50 2.00 3.00 6.00 1.00 8.50 Cum Cost \$219,189 RELEASES. Hou 9.00 1.50 6.50	\$530,100 Tres AFE Amount \$530,100 Tres	Permarks WASH & CIRC &	9087 PORT: DRILLING REAM F/ 9-087-917 CONDITION MUD. TRIP. PUMP OUT 1 CONDITION MUD. IACHINE. L STRING. Current Depth 9170 PORT: DRILLING CREW & RUN 5-1/2 9170'. BJ SERVICES. PS. CUT OFF, ND.	1962 70'. 11 JTS. TIH. Ftg Made	Mud Wt.	
	\$17,563 rity Date 7/17/2004 Description LD D Times Daily Cost \$103,295 rity Date 7/18/2004 Description RIG R	\$115,894 RILL STRING. Hou 3.50 2.00 3.00 6.00 1.00 8.50 Cum Cost \$219,189 RELEASES. Hou 9.00 1.50 6.50 1.00	\$530,100 Trs AFE Amount \$530,100 T	Per a company of the	9087 PORT: DRILLING B. REAM F/ 9-087-917 CONDITION MUD. TRIP. PUMP OUT 1 CONDITION MUD. IACHINE. L. STRING. Current Depth 9170 PORT: DRILLING S. CREW & RUN 5-1/2 9170'. BJ SERVICES. PS. CUT OFF, ND. & TEST "B" SECTI	1962 70'. 11 JTS. TIH. Ftg Made	Mud Wt.	
	\$17,563 Pity Date 7/17/2004 Description LD D Times Daily Cost \$103,295 Pity Date 7/18/2004 Description RIG II	\$115,894 RILL STRING. Hou 3.50 2.00 3.00 6.00 1.00 8.50 Cum Cost \$219,189 RELEASES. Hou 9.00 1.50 6.50 1.00 5.00	\$530,100 Tr	Per Service Control of the Control o	9087 PORT: DRILLING REAM F/ 9-087-917 CONDITION MUD. TRIP. PUMP OUT 1 CONDITION MUD. IACHINE. L STRING. Current Depth 9170 PORT: DRILLING S CREW & RUN 5-1/2 9170'. BJ SERVICES. PS. CUT OFF, ND. & TEST "B" SECTI	1962 70'. 11 JTS. TIH. Ftg Made 2" CSG.	Mud Wt. FINAL	
	\$17,563 Pity Date 7/17/2004 Description LD D Times Daily Cost \$103,295 Pity Date 7/18/2004 Description RIG F Times	\$115,894 RILL STRING. Hou 3.50 2.00 3.00 6.00 1.00 8.50 Cum Cost \$219,189 RELEASES. Hou 9.00 1.50 6.50 1.00 5.00 Cum Cost	\$530,100 Trs AFE Amount \$530,100 Trs AFE Amount	Remarks WASH & CIRC & C SHORT CIRC & C RU LD M LD DRIL AFE # 2040483 Type of Rep Remarks RU CSG CIRC @ CMT W/ SET SLII INSTALL RIG REL AFE #	9087 PORT: DRILLING REAM F/ 9-087-917 CONDITION MUD. TRIP. PUMP OUT 1 CONDITION MUD. IACHINE. L STRING. Current Depth 9170 PORT: DRILLING S CREW & RUN 5-17 9170'. BJ SERVICES. PS. CUT OFF, ND. & TEST "B" SECTI LEASED. Current Depth	1962 70'. 11 JTS. TIH. Ftg Made	Mud Wt.	
Activ	\$17,563 Pity Date 7/17/2004 Description LD Di Times Daily Cost \$103,295 Pity Date 7/18/2004 Description RIG F Times Daily Cost \$143,086	\$115,894 RILL STRING. Hou 3.50 2.00 3.00 6.00 1.00 8.50 Cum Cost \$219,189 RELEASES. Hou 9.00 1.50 6.50 1.00 5.00 Cum Cost \$362,275	\$530,100 Trins AFE Amount \$530,100 Trins	Per a control of the	9087 PORT: DRILLING REAM F/ 9-087-917 CONDITION MUD. TRIP. PUMP OUT 1 CONDITION MUD. IACHINE. L STRING. Current Depth 9170 PORT: DRILLING S CREW & RUN 5-1/2 9170'. BJ SERVICES. PS. CUT OFF, ND. & TEST "B" SECTI EASED. Current Depth 9170	1962 70'. 11 JTS. TIH. Ftg Made 2" CSG. ON 3000 - PI' Ftg Made	Mud Wt. FINAL TS CLEAN Mud Wt.	REPORT
Activ	\$17,563 rity Date 7/17/2004 Description LD D Times Daily Cost \$103,295 rity Date 7/18/2004 Description RIG II Times Daily Cost \$143,086	\$115,894 RILL STRING. Hou 3.50 2.00 3.00 6.00 1.00 8.50 Cum Cost \$219,189 RELEASES. Hou 9.00 1.50 6.50 1.00 5.00 Cum Cost \$362,275	\$530,100 Trins AFE Amount \$530,100 Trins	Remarks WASH & CIRC & C SHORT CIRC & C RU LD M LD DRIL AFE # 2040483 Type of Rep Remarks RU CSG CIRC @ CMT W/ SET SLII INSTALL RIG REL AFE #	9087 PORT: DRILLING REAM F/ 9-087-917 CONDITION MUD. TRIP. PUMP OUT 1 CONDITION MUD. IACHINE. L STRING. Current Depth 9170 PORT: DRILLING S CREW & RUN 5-1/2 9170'. BJ SERVICES. PS. CUT OFF, ND. & TEST "B" SECTI EASED. Current Depth 9170	1962 70'. 11 JTS. TIH. Ftg Made 2" CSG. ON 3000 - PI' Ftg Made	Mud Wt. FINAL TS CLEAN Mud Wt.	
Activ	\$17,563 Pity Date 7/17/2004 Description LD Di Times Daily Cost \$103,295 Pity Date 7/18/2004 Description RIG F Times Daily Cost \$143,086	\$115,894 RILL STRING. Hou 3.50 2.00 3.00 6.00 1.00 8.50 Cum Cost \$219,189 RELEASES. Hou 9.00 1.50 6.50 1.00 5.00 Cum Cost \$362,275	\$530,100 Trins AFE Amount \$530,100 Trins	Per a control of the	9087 PORT: DRILLING REAM F/ 9-087-917 CONDITION MUD. TRIP. PUMP OUT 1 CONDITION MUD. IACHINE. L STRING. Current Depth 9170 PORT: DRILLING S CREW & RUN 5-1/2 9170'. BJ SERVICES. PS. CUT OFF, ND. & TEST "B" SECTI EASED. Current Depth 9170	1962 70'. 11 JTS. TIH. Ftg Made 2" CSG. ON 3000 - PI' Ftg Made	Mud Wt. FINAL TS CLEAN Mud Wt.	REPORT
Activ	\$17,563 rity Date 7/17/2004 Description LD D Times Daily Cost \$103,295 rity Date 7/18/2004 Description RIG II Times Daily Cost \$143,086	\$115,894 RILL STRING. Hou 3.50 2.00 3.00 6.00 1.00 8.50 Cum Cost \$219,189 RELEASES. Hou 9.00 1.50 6.50 1.00 5.00 Cum Cost \$362,275	\$530,100 Trins AFE Amount \$530,100 Trins AFE Amount \$530,100 Trins	2040483 ype of Rep Remarks WASH & CIRC & C SHORT CIRC & C RU LD M LD DRIL AFE # 2040483 ype of Rep Remarks RU CSG CIRC @ CMT W/ SET SLII INSTALL RIG REL AFE # 2040483 ype of Rep Remarks CLEAN I AND RA	9087 PORT: DRILLING REAM F/ 9-087-917 CONDITION MUD. TRIP. PUMP OUT 1 CONDITION MUD. IACHINE. L STRING. Current Depth 9170 PORT: DRILLING S CREW & RUN 5-1/2 9170'. BJ SERVICES. PS. CUT OFF, ND. & TEST "B" SECTI EASED. Current Depth 9170 PORT: COMPLET S LOCATION, SET AN	1962 70'. 11 JTS. TIH. Ftg Made 2" CSG. ON 3000 - PI' Ftg Made	Mud Wt. FINAL TS CLEAN Mud Wt. PROG	REPORT
Activ	\$17,563 Pity Date 7/17/2004 Description LD D Times Daily Cost \$103,295 Pity Date 7/18/2004 Description RIG II Times Daily Cost \$143,086 Pity Date 7/26/2004 Description	\$115,894 RILL STRING. Hou 3.50 2.00 3.00 6.00 1.00 8.50 Cum Cost \$219,189 RELEASES. Hou 9.00 1.50 6.50 1.00 5.00 Cum Cost \$362,275	\$530,100 Trins AFE Amount \$530,100 Trins AFE Amount \$530,100 Trins	Per a company control of the control o	9087 PORT: DRILLING REAM F/ 9-087-917 CONDITION MUD. TRIP. PUMP OUT 1 CONDITION MUD. IACHINE. L STRING. Current Depth 9170 PORT: DRILLING S CREW & RUN 5-1/2 9170'. BJ SERVICES. PS. CUT OFF, ND. & TEST "B" SECTI EASED. Current Depth 9170 COMPLET S LOCATION, SET ANCK TBG.	1962 70'. 11 JTS. TIH. Ftg Made 2" CSG. ON 3000 - PI' Ftg Made	Mud Wt. FINAL TS CLEAN Mud Wt. PROG	REPORT RESS REPORT

' Activity Date 7/27/2004

Type of Report:

COMPLETION

PROGRESS REPORT

Description SISDON. Times

Hours

Remarks

HELD SAFETY MTG. OPEN BOP TIH & TAGGED UP @ 9872'. RU & CIRCULATED 7% KCL DOWN HOLE. RU & SPOTTED 300 GALS 10% ACETIC ACID ON BTM. POOH W/TBG & SISDON.

TOTAL MAN HRS 118.

AFE Amount AFE # **Daily Cost Cum Cost** \$19,250 \$530,100 \$69,750 2040483

Activity Date 7/28/2004

Type of Report:

COMPLETION

PROGRESS REPORT

Description SDON.

Times

Hours

Remarks

HELD SAFETY MEETING, NU BOP, NU 2 - 5000# 7 1/16 FRAC VALVES, RU ELECTRIC LINE. RIH W/4.6 GA RING JB TAGGED AT 9063' CORRELLATED TO SCHLUMBERGER 3/7/80 CNL FDC LOG, POOH W/GA RING, JB RIH W/CBL, FIRST RUN SHOWED NO CEMENT BEHIND PIPE @ 8828'. RU PUMP TRK & PRESS TO 1000#, SECOND CBL SHOWED CEMENT, OK RD TRK, POOH W/CBL, RiH W/ 3 1/8 GUNS. SHOT PERFS @ 8826, 42, 44, 46, 48, 54, 8967, 70, 72, 74, 9008, 11, 14, 16, 20, 22, 26, 30, 38, 41, 45, 48, 50. POOH W/GUNS. RD ELECTRIC LINE. CLOSE FRAC VALVES ON SMALL VAC. SDON.

TOTAL MAN HRS 102.

Daily Cost Cum Cost AFE Amount \$22,100 \$91,850

Type of Report:

AFE #

COMPLETION

PROGRESS REPORT

Description ACIDIZE AND FRAC WELL.

Times

Activity Date 7/29/2004

Hours

Remarks

HELD SAFETY MEETING, RU CASINO SAVER, RU HALLIBURTON TO ACIDIZE AND FRAC MORROW 5828-9050. SPCOT ACID IN WELL 6.1 BPM PUMP SPACER AND START PAD. FORMATION BROKE AT 2438# ACID ON 4450# 39.1 BPM ACID IN 4910#, 38.1 BPM SPACER ON 4910#, 39.1 BPM IN 4762#, 39.5 BPM PAD ON 4767#, 39.4 BPM ON 5147#, 40.8 BPM 1/2 # ON 5144#, 32.2 BPM IN 5137#, 40.6 BPM IN 1# ON 5130#, 40.6 BPM IN 5126#, 40.4 BPM 1 1/2# ON 5135#, 40.5 BPM IN 5129#, 40.4 BPM 2# ON 5119#, 40.3 BPM IN 5185#, 40.3 BPM 2 1/2# ON 5188#, 40.3 BPM IN 5340#, 40.2 BPM 33 ON 5540#, 40.5 BPM IN 5490, 40 BPM FLUSH 5490#, 40.2 BPM ISIP 3451# MAX, PRESSURE 5510# AVG PRESS 4223# MAX RATE 41.6 BPM AVG RATE 40.3 BPM RD CASING SAVER, RD HALLIBURTON 2 HOUR SI PRESS 1650# OPEN TO DESANDER & MANIFOLD AT 1:00PM. WILL WATCH FLOW CHART TO REPORTS.

TOTAL MAN HRS 188

Daily Cost Cum Cost AFE Amount AFE # \$106,450 \$198,300 \$530,100 2040483

Activity Date 7/30/2004

Type of Report:

COMPLETION

PROGRESS REPORT

Description SDON

Times

Hours .

Remarks

HELD SAFETY MEETING RU BAKER ATLAS RIH WITH GA RING AND JB TAGGED UP AT 8967' FLUID LEVEL 1570' POOH WITH JB GA RING PICK UP HORNET PKR AND LUBRICATE IN HOLE SET PKR AT 8720' BY CORRALATING LOGS POOH WITH ELEC. LINE RD BAKER ATLAS ND BOTH FRAC. VALVES NU BOP AND RIH WITH TBG. TAG ON/OFF TOOL RU PUMP TRK AND CIRCULATE 198 BBLS. 7% KCL MIXED WITH PKR FLUID ND BOP AND LATCH ON/ OFF TOOL PRESSURE ANNULUS TO 1000# HELD BLED OFF PRESSURE NU TREE AND SET PKR IN 12,000# COMPRESSION TIED INTO TBG. PUMPED OUT PLUG BLEW AT 3000# RD PUMP TRK AND SNON.

TOTAL MAN HRS 160.

AFE Amount AFE# **Daily Cost Cum Cost** \$44,800 \$243,100 \$530,100 2040483

COMPLETION **PROGRESS REPORT** Activity Date 7/31/2004 Type of Report: Description SDON. **Times** Hours Remarks HELD SAFETY MEETING. RU CUDD COIL TBG. RIH WITH 11/4 TBG. TAGGED FILL AT 8939'. CLEANED OUT TO 9063'. MADE 5 RUNS THROUGH PERFS DOWN & 5 RUNS UP THROUGH PERFS SET ON BOTTOM AND CIRCULATED BOTTOMS UP. SHUT FLUID OFF AND JETTED NITROGEN FR 1 HOUR ON BOTTOM. POOH JETTING NITROGENOUT, RECOVERED A LOT OF SAND, RD COIL TBG AND WELL HAD 40#. FLOWED FOR 6 HOURS DOWN TO 1-2# BLOWING A LITTLE, MAYBE SPURTING FLUID A LITTLE LEFT, OPEN TO PIT OVERNIGHT, SDON. TOTAL MAN HRS 140. AFE # **Daily Cost Cum Cost AFE Amount** \$48,650 \$530,100 2040483 \$291,750 Activity Date 8/1/2004 **PROGRESS REPORT** Type of Report: COMPLETION Description SDON. **Times** Hours Remarks HELD SAFETY MEETING. RU SWAB AND RIH FL 1000' MADE 7 RUNS. FL 1500-8000'. RECOVERED 28 BBLS FLUID. SI WELL FOR 1 HR. TBG PRESSURE 20# OPEN UP WELL FLOWED 45 MIN. SDON. LEFT WELL OPEN TO PIT. WELL SPITS AND FLOWS A LITTLE. TOTAL MAN HRS 100. **Daily Cost Cum Cost AFE Amount** AFE# \$25,650 \$317,400 \$530,100 2040483 Activity Date 8/2/2004 Type of Report: COMPLETION PROGRESS REPORT **Description SDON.** Times Hours Remarks HELD SAFETY MTG. RU SWAB & RIH FL 1000'-5000'. RD SWAB. RU ELEC. WIRELINE. RIH W/GAMMA LOG TAGGED UP @ 9036'. HAVE 5' OF PERFS COVERED PLUS 13' RAT HOLE, POOH WELECTRIC LINE & RD, MADE TOTAL 16 SWAB RUNS, RECOVERED 35 BBLS FLUID W/A LITTLE SAND EACH RUN. FL 1500'-5000'. RD SWAB. LEFT OPEN TO PIT. WELL FLOWING IN SPURTS. SDON. TOTAL MAN HRS 100. **Daily Cost Cum Cost AFE Amount** AFE# \$18,550 \$335,950 \$530,100 2040483 Activity Date 8/3/2004 **PROGRESS REPORT** Type of Report: COMPLETION **Description SDON.** Times Hours Remarks HELD SAFETY MTG. RU COIL TBG. NITROGEN PUMP TRK BROKE DN. WAITED 3 HOURS FOR REPLACEMENT TRK. RIH W/ 1 1/4 & TAGGED SAND AT 9036'. CLEANED OUT TO PBTD AT 9071'. CIRCULATED BTMS UP 2 TIMES, USED 40 BBLS 7% KCL, SHUT OFF FLUID & JETTED NITROGEN ON BTM. STARTED AT 7:00PM & CONTINUED JETTING, RECOVERED 40 BBLS 7% KCL & 73 BBLS OF FLUID FROM WELL, CONTINUED REPORT NEXT DAY, TOTAL RECOVERED 333 BBLS FROM FRAC LOAD. TOTAL MAN HRS 122. **Cum Cost Daily Cost AFE Amount** AFE# \$29,950 \$365,900 \$530,100 2040483 **TUBING BREAKDOWN AS OF ROD BREAKDOWN AS OF**

FAILURES AS OF



Well Na	me	STINKI	NG DRAW F	ED#1	Date 7/	18/2004	Page	1	Of	1	
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