Submit to Appropriate District Office State of New Mexico Form C-105 State Lease - 6 copies.
Fee Lease - 5 copies Energy, Minerals and Natural Resources Revised June 10, 2003 WELL API NO. District I 1625 N. French, Hobbs, NM 88240 30-015-31186 District II OIL CONSERVATION DIVISION 5. Indicate Type Of Lease 1301 W. Grand Avenue, Artesia, NM 88210 1220 South St. Francis Dr. STATE FEE District III 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 67891077 WELL COMPLETION OR RECOMPLETION REPORTAND LOG 1a. Type of Well: 7. Lease Name or Unit Agreement Name OIL WELL GAS WELL X Enterprise 32 State Com 33 b. Type of Completion: 13 NEW WORK DEEPEN DEEPEN DIFF. RESVR. OTHERD - ARTESIA 2. Name of Operator 8. Well No. Nearburg Producing Company 9. Pool name or Wildcat 3. Address of Operator 3300 N A St., Bldg 2, Suite 120, Midland, TX 79705 Undes Turkey Track; Cisco, North 4. Well Location Unit Letter D: 660 Feet From The North Line and 740 Feet From The West Line Township 18S Range 29E NMPM County 10. Date Spudded 11. Date T.D. Reached 12. Date Compl. (Ready to Prod.) 13. Elevations (DF & RKB, RT, GR, etc.) 11/8/06 7/24/06 10/7/06 18. Intervals Drilled By 17. If Multiple Compl. How Many Zones? 15. Total Depth 16. Plug Back T.D. Rotary Tools Cable Tools 11422 10875 19. Producing Interval(s), of this completion - Top, Bottom, Name 20. Was Directional Survey Made 9652-9676 (OA) 21. Type Electric and Other Logs Run 22. Was Well Cored CASING RECORD (Report all strings set in well) CASING SIZE WEIGHT LB./FT. CEMENTING RECORD DEPTH SET HOLE SIZE AMOUNT PULLED 13-3/8 48 402 17-1/2 390 NA 8-5/8 24 & 32 3487 11 900 NA 550 7-7/8 5-1/2 17 & 20 11321 Surface 24. LINER RECORD 25. TUBING RECORD SIZE TOP SACKS CEMENT BOTTOM SCREEN SIZE DEPTH SET PACKER SET 2-3/8 9495 26. Perforation record (interval, size, and number) 27. ACID, SHOT, FRACTURE, CEMENT, SQEEZE, ETC. DEPTH INTERVAL AMOUNT AND KIND MATERIAL USED 10923-10933 ~ CIBP @ 10875 9652-9676 4500 glas 20% gelled acid 9652-9664 - 48 holes 392.6 bbls acid 9670-9676 - 24 holes **PRODUCTION** Date First Production Well Status (Prod. or Shut-in) Production Method (Flowing, gas lift, pumping - Size and type pump) 11/8/06 Producing Date of Test Hours Tested Choke Size Prod'n For Oil - Bbl. Gas - MCF Water - Bbl. Gas - Oil Ratio Test Period 11/24/06 5 NA Flow Tubing Casing Pressure Calculated 24-Oil - Bbl. Gas - MCF Water - Bbl. Oil Gravity - API -(Corr.) Hour Rate 40 5 a O 29. Disposition of Gas (Sold, used for fuel, vented, etc.) Test Witnessed By Sold B Young 30. List Attachments 31. I hereby certify that the information shown on both sides of this form is true and complete to the best of my knowledge and belief Printed Signature Sarah Jordan Title Prod Analyst Date /.40 E-mail address sion/dan@nearburg.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 | | | | Northeastern New Mexico | | |
|-------------------------|------|------------------|-------|-------------------------|------------------|--|
| T. Anhy | | T. Canyon | 9840 | T. Ojo Alamo | T. Penn. "B" | |
| T. Salt | | T. Strawn | 10028 | T. Kirtland-Fruitland | T. Penn. "C" | |
| B. Salt | | T. Atoka | 10434 | T. Pictured Cliffs | T. Penn. "D" | |
| T. Yates | 1000 | T. Miss | | T. Cliff House | T. Leadville | |
| T. 7 Rivers | 1234 | T. Devonian | | T. Menefee | T. Madison | |
| T. Oueen | 1837 | T. Silurian | | T. Point Lookout | T. Elbert | |
| T. Grayburg | 2262 | T. Montoya | | T. Mancos | T. McCracken | |
| T. San Andres | 2816 | T. Simpson | ·· | T. Gallup | T. Ignacio Otzte | |
| T. Glorieta | | T. McKee | | Base Greenhorn | T. Granite | |
| T. Paddock | | T. Ellenburger | | T. Dakota | Т. | |
| T. Blinebry | | T. Gr. Wash | | T. Morrison | T | |
| T. Tubb | | T. Delaware Sand | | T. Todilto | T. | |
| T. Drinkard | | T. Bone Springs | 3498 | T. Entrada | T. | |
| T. Abo | | T. Morrow | 10624 | T. Wingate | T. | |
| T. Wolfcamp | 8692 | | | T. Chinle | T. | |
| T. Penn | | Т. | | T. Permain | T | |
| T. Cisco (Bough C) | 9560 | T. | | T. Penn "A" | T. | |
| | | - | | | OIL OR GAS | |

| | | | SANDS OR ZONES |
|---------------------------------|--------------------------------|---------------------|----------------|
| No. 1, from | to | No. 3, from | to |
| | | No. 4, from | |
| | IMPOR ⁻ | TANT WATER SANDS | |
| Include data on rate of water i | nflow and elevation to which w | rater 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 | То | Thickness in Feet | Lithology | From | То | Thickness in Feet | Lithology |
|------|-------|-------------------|-----------------------|------|----|-------------------|-----------|
| 3500 | 6584 | | Limestone | | | | |
| 6585 | 7780 | | Limestone, sand | | | , | |
| 7781 | 8692 | | Dolomite, sand | | | | |
| 8693 | 9560 | | Dolomite, sand, shale | | | | |
| 8561 | 10802 | | Limestone, shale | | | | |
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