

| Submit To Appropriate District Office<br>State Lease - 6 copies<br>Fee Lease - 5 copies<br>District I<br>1625 N French Dr., Hobbs, NM 88240<br>District II<br>1301 W Grand Avenue, Artesia, NM 88210<br>District III<br>1000 Rio Brazos Rd., Lordsburg, NM 87410<br>District IV<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                                                                                                                                                                                                                                                                           |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------|-------------------------------|-------------------|--------------------------------|--------------|--------------|--|--|--|--|--|--|--|--|--|
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       | WELL API NO.<br><b>30-015-34996</b>                                                                                                                                                                                                                                                                                  |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       | 5. Indicate Type of Lease<br>STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>                                                                                                                                                                                                                  |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       | 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 _____                                                                                                                                                                                 |                                                                                                                                                                                       | 7. Lease Name or Unit Agreement Name<br><b>Big Daddy Rabbit</b><br><br><div style="text-align: center; font-size: 1.2em;">JUL - 2 2007</div>                                                                                                                                                                         |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| b. Type of Completion.<br>NEW <input checked="" type="checkbox"/> WORK <input type="checkbox"/> DEEPEN <input type="checkbox"/> PLUG <input type="checkbox"/> DIFF<br>WELL OVER BACK RESVR. <input type="checkbox"/> OTHER                                                                                                   |                                                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                      |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| 2. Name of Operator<br><b>DAVID H. ARRINGTON OIL &amp; GAS INC</b>                                                                                                                                                                                                                                                           |                                                                                                                                                                                       | 8. Well No. <b>OCD-ARTESIA</b><br><b>1H</b>                                                                                                                                                                                                                                                                          |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| 3. Address of Operator<br><b>PO BOX 2071 MIDLAND, TX 79702</b>                                                                                                                                                                                                                                                               |                                                                                                                                                                                       | 9. Pool name or Wildcat<br><b>Cottonwood Creek; Wolfcamp (Gas)</b>                                                                                                                                                                                                                                                   |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| 4. Well Location<br>Unit Letter <b>A</b> <b>700'</b> Feet From The <b>North</b> Line and <b>700'</b> Feet From The <b>East</b> Line<br>Section <b>19</b> Township <b>19S</b> Range <b>23E</b> NMPM <b>Eddy</b> County                                                                                                        |                                                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                      |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| 10. Date Spudded<br><b>10/16/2006</b>                                                                                                                                                                                                                                                                                        | 11. Date T.D. Reached<br><b>11/26/2006</b>                                                                                                                                            | 12. Date Compl. (Ready to Prod.)<br><b>04/27/2007</b>                                                                                                                                                                                                                                                                |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| 13. Elevations (DF& RKB, RT, GR, etc.)<br><b>4091' GR</b>                                                                                                                                                                                                                                                                    |                                                                                                                                                                                       | 14. Elev. Casinghead                                                                                                                                                                                                                                                                                                 |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| 15. Total Depth<br><b>4920TVD 8220MD</b>                                                                                                                                                                                                                                                                                     | 16. Plug Back T.D.<br><b>8056'MD</b>                                                                                                                                                  | 17. If Multiple Compl How Many Zones?<br>_____                                                                                                                                                                                                                                                                       |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| 18. Intervals Drilled By<br><b>X</b>                                                                                                                                                                                                                                                                                         |                                                                                                                                                                                       | 19. Producing Interval(s), of this completion - Top, Bottom, Name<br><b>4835-8001'</b>                                                                                                                                                                                                                               |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| 20. Was Directional Survey Made<br><b>Yes</b>                                                                                                                                                                                                                                                                                |                                                                                                                                                                                       | 21. Type Electric and Other Logs Run<br><b>GR</b>                                                                                                                                                                                                                                                                    |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| 22. Was Well Cored<br><b>No</b>                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                      |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| <b>23. CASING RECORD (Report all strings set in well)</b>                                                                                                                                                                                                                                                                    |                                                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                      |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| CASING SIZE                                                                                                                                                                                                                                                                                                                  | WEIGHT LB./FT.                                                                                                                                                                        | DEPTH SET                                                                                                                                                                                                                                                                                                            |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| <b>8 5/8"</b>                                                                                                                                                                                                                                                                                                                | <b>32#</b>                                                                                                                                                                            | <b>1330'</b>                                                                                                                                                                                                                                                                                                         |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| <b>1"</b>                                                                                                                                                                                                                                                                                                                    |                                                                                                                                                                                       | <b>740'</b>                                                                                                                                                                                                                                                                                                          |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| <b>5 1/2"</b>                                                                                                                                                                                                                                                                                                                | <b>17#</b>                                                                                                                                                                            | <b>8063'</b>                                                                                                                                                                                                                                                                                                         |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                      |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                      |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| 24. LINER RECORD<br><table border="1" style="width:100%; border-collapse: collapse;"> <tr> <th>SIZE</th> <th>TOP</th> <th>BOTTOM</th> <th>SACKS CEMENT</th> <th>SCREEN</th> </tr> <tr> <td></td> <td></td> <td></td> <td></td> <td></td> </tr> <tr> <td></td> <td></td> <td></td> <td></td> <td></td> </tr> </table>         |                                                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                      | SIZE           | TOP                           | BOTTOM            | SACKS CEMENT                   | SCREEN       |              |  |  |  |  |  |  |  |  |  |
| SIZE                                                                                                                                                                                                                                                                                                                         | TOP                                                                                                                                                                                   | BOTTOM                                                                                                                                                                                                                                                                                                               | SACKS CEMENT   | SCREEN                        |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                      |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                      |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| 25. TUBING RECORD<br><table border="1" style="width:100%; border-collapse: collapse;"> <tr> <th>SIZE</th> <th>DEPTH SET</th> <th>PACKER SET</th> </tr> <tr> <td><b>2 3/8"</b></td> <td><b>4274'</b></td> <td><b>4230'</b></td> </tr> <tr> <td></td> <td></td> <td></td> </tr> </table>                                       |                                                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                      | SIZE           | DEPTH SET                     | PACKER SET        | <b>2 3/8"</b>                  | <b>4274'</b> | <b>4230'</b> |  |  |  |  |  |  |  |  |  |
| SIZE                                                                                                                                                                                                                                                                                                                         | DEPTH SET                                                                                                                                                                             | PACKER SET                                                                                                                                                                                                                                                                                                           |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| <b>2 3/8"</b>                                                                                                                                                                                                                                                                                                                | <b>4274'</b>                                                                                                                                                                          | <b>4230'</b>                                                                                                                                                                                                                                                                                                         |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                      |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| 26. Perforation record (interval, size, and number)<br>Interval, size and number attached on sepearte sheet.                                                                                                                                                                                                                 |                                                                                                                                                                                       | 27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.<br><table border="1" style="width:100%; border-collapse: collapse;"> <tr> <th>DEPTH INTERVAL</th> <th>AMOUNT AND KIND MATERIAL USED</th> </tr> <tr> <td><b>4835-8001'</b></td> <td><b>attached sepearte sheet</b></td> </tr> <tr> <td></td> <td></td> </tr> </table> | DEPTH INTERVAL | AMOUNT AND KIND MATERIAL USED | <b>4835-8001'</b> | <b>attached sepearte sheet</b> |              |              |  |  |  |  |  |  |  |  |  |
| DEPTH INTERVAL                                                                                                                                                                                                                                                                                                               | AMOUNT AND KIND MATERIAL USED                                                                                                                                                         |                                                                                                                                                                                                                                                                                                                      |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| <b>4835-8001'</b>                                                                                                                                                                                                                                                                                                            | <b>attached sepearte sheet</b>                                                                                                                                                        |                                                                                                                                                                                                                                                                                                                      |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                      |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| <b>28. PRODUCTION</b>                                                                                                                                                                                                                                                                                                        |                                                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                      |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| Date First Production<br><b>04/27/2007</b>                                                                                                                                                                                                                                                                                   |                                                                                                                                                                                       | Production Method (Flowing, gas lift, pumping - Size and type pump)<br><b>16' 320 Don Nan Pump unit</b>                                                                                                                                                                                                              |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| Date of Test<br><b>06/05/2007</b>                                                                                                                                                                                                                                                                                            |                                                                                                                                                                                       | Well Status (Prod. or Shut-in)<br><b>Producing</b>                                                                                                                                                                                                                                                                   |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| Hours Tested<br><b>24</b>                                                                                                                                                                                                                                                                                                    | Choke Size<br><b>full</b>                                                                                                                                                             | Prod'n For Test Period                                                                                                                                                                                                                                                                                               |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| Oil - Bbl<br><b>0</b>                                                                                                                                                                                                                                                                                                        | Gas - MCF<br><b>82</b>                                                                                                                                                                | Water - Bbl<br><b>5</b>                                                                                                                                                                                                                                                                                              |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| Gas - Oil Ratio                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                      |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| Flow Tubing Press<br><b>100</b>                                                                                                                                                                                                                                                                                              | Casing Pressure<br><b>120</b>                                                                                                                                                         | Calculated 24-Hour Rate                                                                                                                                                                                                                                                                                              |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| Oil - Bbl<br><b>0</b>                                                                                                                                                                                                                                                                                                        | Gas - MCF<br><b>82</b>                                                                                                                                                                | Water - Bbl<br><b>5</b>                                                                                                                                                                                                                                                                                              |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| Oil Gravity - API - (Corr.)                                                                                                                                                                                                                                                                                                  |                                                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                      |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| 29. Disposition of Gas (Sold, used for fuel, vented, etc)<br><b>Sold</b>                                                                                                                                                                                                                                                     |                                                                                                                                                                                       | Test Witnessed By                                                                                                                                                                                                                                                                                                    |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| 30. List Attachments<br><b>Logs, Deviation, Surveys, Temp Survey, well bore diagram</b>                                                                                                                                                                                                                                      |                                                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                      |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| 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 <b>DEBBIE FREEMAN</b> Title <b>ENGINEER TECH</b> Date <b>06/28/2007</b>                                                                                                                                                                                                                                 |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |
| E-mail Address <b>DEBBIE@ARRINGTONOIL.COM</b>                                                                                                                                                                                                                                                                                |                                                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                      |                |                               |                   |                                |              |              |  |  |  |  |  |  |  |  |  |

## 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"      |
| I. Salt                 | T. Strawn        | T. Kirtland-Fruitland   | T. Penn. "C"     |
| B. Salt                 | T. Atoka         | T. Pictured Cliffs      | T. Penn. "D"     |
| T. Yates                | T. Miss          | T. Cliff House          | T. Leadville     |
| T. 7 Rivers             | T. Devonian      | T. Menefee              | T. Madison       |
| T. Queen                | T. Silurian      | T. Point Lookout        | T. Elbert        |
| T. Grayburg             | T. Montoya       | T. Mancos               | T. McCracken     |
| T. San Andres           | T. Simpson       | T. Gallup               | T. Ignacio Otzte |
| T. Glorieta 1740'       | T. McKee         | Base Greenhorn          | T. Granite       |
| T. Paddock              | T. Ellenburger   | T. Dakota               | T.               |
| T. Blinebry             | T. Gr. Wash      | T. Morrison             | T.               |
| T. Tubb 2750'           | T. Delaware Sand | T. Todilto              | T.               |
| T. Drinkard             | T. Bone Springs  | T. Entrada              | T.               |
| T. Abo 3390'            | T.               | T. Wingate              | T.               |
| T. Wolfcamp 4340'       | 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. 3, from.....to.....  
No. 2, 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 |
|------|----|----------------------|-----------|
|      |    |                      |           |

OPERATOR  
WELL/LEASE  
COUNTY

David H. Arrington Oil & Gas, Inc.  
Big Daddy Rabbit 1H  
Eddy, NM

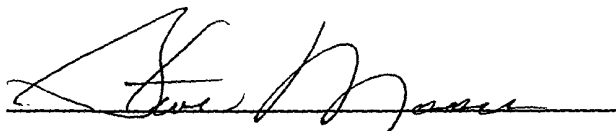
624-0118

STATE OF NEW MEXICO  
DEVIATION REPORT

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|       |      |
|-------|------|
| 459   | 1.00 |
| 931   | 1.50 |
| 1,330 | 1.00 |
| 1,593 | 0.75 |
| 2,090 | 0.75 |
| 3,069 | 0.50 |
| 3,651 | 1.00 |

STATE OF TEXAS

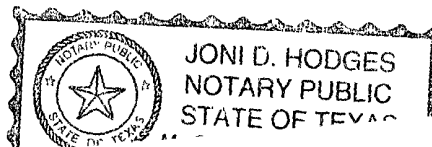
BY: 

COUNTY OF MIDLAND

The foregoing instrument was acknowledged before me on  
Moore on behalf of Patterson-UTL Drilling Company LP, LLLP.

December 7, 2006, by Steve

  
Notary Public for Midland County, Texas  
My Commission Expires: 4/08/07



**Big Daddy Rabbit 1H  
Cottonwood Creek Field  
Eddy County, New Mexico**

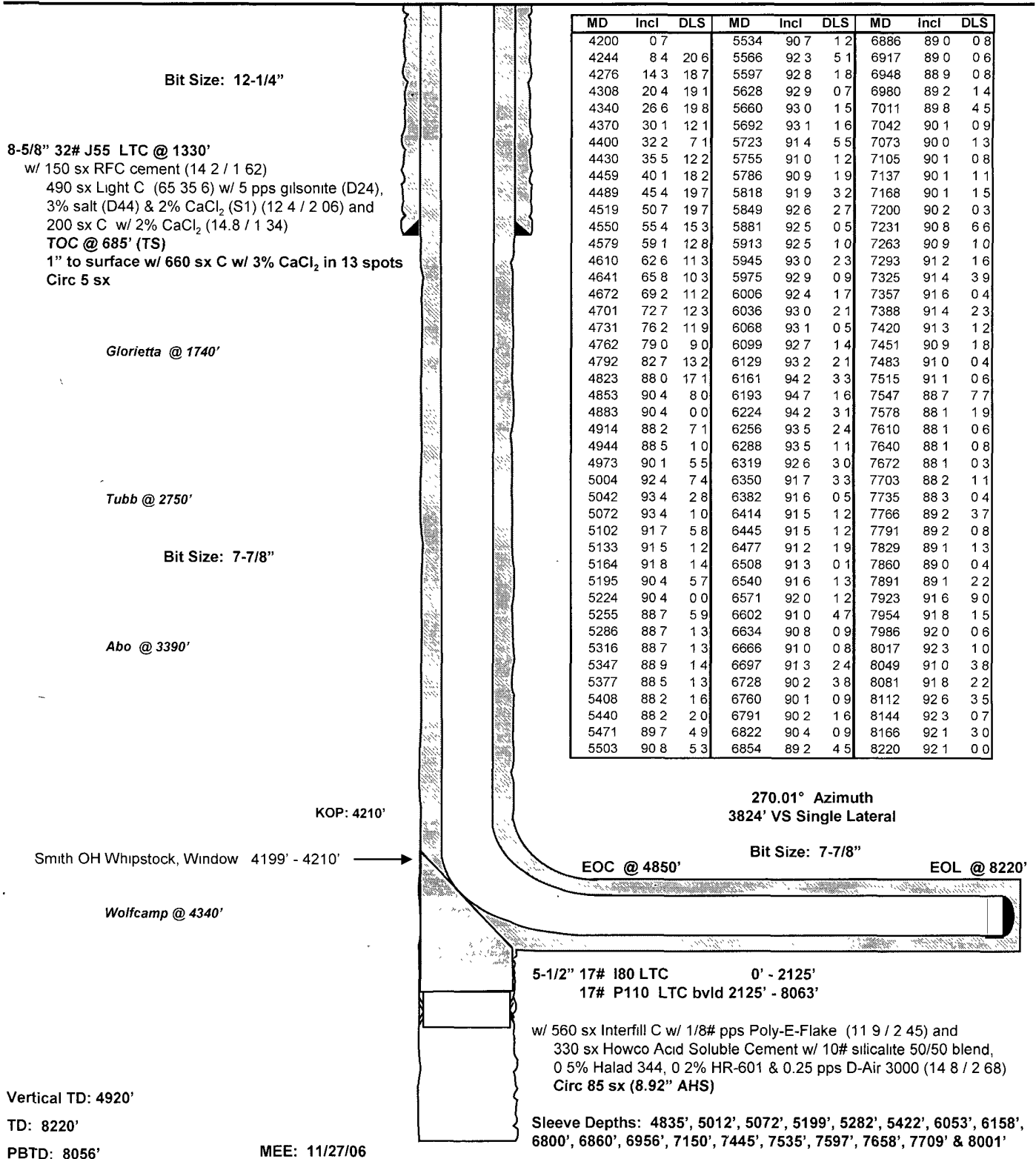
**KB: 4110'  
GL: 4091'**

**Surface**      **Lateral Terminus**  
700' FNL      700' FNL  
700' FEL      660' FWL  
S-19  
T19S, R23E

**Suspended Wellbore**

**API: 30-015-34996**

**Spud: 10/16/06  
Rig Rel: 11/26/06**



**Stg 2** (7708' Delta Stim Sleeve w/baffle) drop 2" ball in 1000 gal 10% acid follow w/ 25002 gals pad, 48110# proppant in 33682 gal FW. **Stg 3** (7657' DSS w/baffle) drop 2.25" ball in 1000 gal 10% acid follow w/ 23164 gal pad, 42600# prop in 33682 gal FW. **Stg 4** (7598' DSS w/baffle) drop 2.5" ball in 1000 gal acid follow w/ 24176 gal pad, 39190# prop in 35309 gal FW. **Stg 5** (7537' DSS w/baffle) drop 2.75" ball in 1000 gal acid follow w/ 23014 gal, 45000# prop in 34538 gal FW. **Stg 6** (7448' DSS w/baffle) drop 3" ball in 1000 gal acid 23243 gal pad, 43611# prop in 33598 gal FW. **Stg 7** (7153' DSS w/baffle) drop 3.25" ball in 1000 gal acid, 22954 gal pad, 43400# prop in 33580 gal FW. **Stg 8** (6960' DSS w/baffle) drop 3.5" ball in 1000 gal acid, 23331 gal pad, 51000# prop in 35951 gal FW. **Stg 9** (6866" DSS w/baffle) drop 3.75" ball in 1000 gal acid, 22883 pad, 40100# prop in 32862 gal FW. **Stg 10** (6806' DSS w/baffle) drop 4" ball in 1000 gal acid, 22875 gal pad, 45200# prop in 38137 gal FW. **Stg 11** (6164' DSS w/sliding sleeve) pump 1000 gal acid, 23043 gal pad, 9894# prop in 21907 gal FW. **Stg 12** (6058' DSS w/SS) 1000 gal acid, 20299 pad, 21425# prop in 64440 gal FW. **Stg 13** (5428' DSS w/SS) 1000 gal acid, 23710 gal pad, 110950# prop in 138078 gal FW. **Stg 14** (5288' DSS w/SS) 2000 gal acid, 34575 pad, 34600# prop 45854 gal FW. **Stg 15** (5205' DSS w/SS) spot 2000 gals 15% acid flush dwn csg w/ 114 bbls wtr. **Stg 16** (5078' DSS w/ SS) 2000 gal 15% acid flush w/ 112 bbls wtr. **Stg 17** (5019' DSS w/SS) 2000 gal 15% acid flush w/ 108 bbls wtr.

**David H. Arrington Oil & Gas, Inc.**  
**PO Box 2071**  
**Midland, Texas 79702**  
**432-682-6685 Office 432-682-4139 Fax**

June 14, 2007

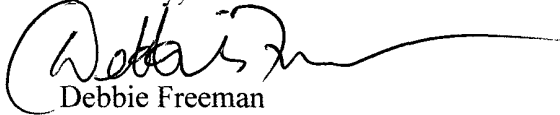
Oil Conservation Division  
District 2  
1301 W. Grand Avenue  
Artesia, NM 88210

RE: Big Daddy Rabbit #1H, API# 30-015-34996, Sec 19, T19S, R23E, in Eddy County, NM.

David H. Arrington Oil & Gas respectfully requests confidentiality of records in accordance to Rule 1105.C.

Thank you for your attention to this matter.

Sincerely,

A handwritten signature in black ink, appearing to read 'Debbie Freeman', with a long, sweeping horizontal line extending to the right.

Debbie Freeman  
Engineer Technician  
David H. Arrington Oil & Gas