

Gruy Petroleum Management Co.

Aid "24P" State #34

480' FSL & 1900' FEL

Sec. 24 17S-28E, Eddy County New Mexico

API No. 30-015-31552

2/1/01 RU Spud well 5:30 P.M. Drig. 413'

2/2/01 TD: 647'; FTG: 647'; PO: Drig.
Drop Totco. TOH w/12 1/4" bit. RU csg crew run 14 jts 8 5/8" & set @ 631'. RD csg crew & RU cmt'r. Cmt w 380 sx C 2% S1 Brk circ @ pmp cmt. Circ to surf WOC. 18 hrs NU. TD: 1140'; FTG: 493'; PO: Drig. TIH brk circ. Drl cmt insert float tag cmt @ 585'. Drl formation run surv 1/2 deg @ 772'. Run surv 1/4 @ 1016'. TD: 1569'; FTG: 429'; PO: Drig. Drig. Run surv 1/2 deg @ 1508'. TD: 1993'; FTG: 424'; PO: Drig. TD: 2326'; FTG: 289'; PO: Drig/surv. TD: 2664'; FTG: 338'; PO: Drig/surv. Drig/surv 2481', 1/2 deg. TD: 3154'; FTG: 490'; PO: Drig. TD: 3333'; FTG: 179'; PO: Drig. TOH for brkn jt #85. TIH w/fishing tool. TOH w/brkn jt. TIH start drig. TD: 3697'; FTG: 364'; MW: 9.8; MV: 29; PO: Drig. TD: 4094'; FTG: 397'; MW: 9.8; MV: 29; PO: Drig. TD: 4265'; FTG: 171'; MW: 9.9; MV: 29; PO: Logging. Circ btm up. TOH. LD DP & DC.

2/13/01 TD: 4274'; PO: Logging.
RU logger. Log depth 4274'. ND BOP & RU csg crew. Run 95 jts of 5 1/2". RD csg set @ 4255' & RU cmt'r. Cmt w 550 sx 35/65 C, % D20, 5% D44, Tail w 260 sx 50/50 C, 2% D20, 5% D44 Brk circ. Pmp pipe & cmt well. Circ to surface. Rig released at 3:30 P.M.