State of New Mexico Submit to Appropriate District Office Form C-105 State Lease - 6 copies Energy, Minerals and Natural Resources Revised June 10, 2003 Fee Lease - 5 copies District I WELL API NO. 1625 N. French, Hobbs, NM 88240 30-045-32002 District II OIL CONSERVATION DIVISION 5. Indicate Type Of Lease 1301 W. Grand Avenue, Artesia, NM 88210 1220 South St. Francis Dr. STATE X 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 WELL COMPLETION OR RECOMPLETION REPORT AND LOG 1a. Type of Well: Lease Name or Unit Agreement Name MAR 2004 GAS WELL X DRY OTHER OIL WELL STATE GAS COM BP MESSIVED OIL CONG. DIV. b. Type of Completion: == NEW WORK OVER DIFF. OFFER DEEPEN Well No. Name of Operator 1G XIO Energy Inc. 9. Pool name or Wildcat Address of Operator 2700 Farmington Ave., Bldg. K. Ste 1 Farmington, NM 87401 BLANCO MESAVERDE 4. Well Location NORTH 1745 Feet From The Unit Letter B: 1030 Feet From The ___ Line and _ Line Township 29N NMPM Section 32 Range 09W SAN JUAN County 10. Date Spudded 11. Date T.D. Reached 12. Date Compl. (Ready to Prod.) 13. Elevations (DF & RKB, RT, GR, etc.) 14. Elev. Casinghead 3/13/04 2/6/04 1/25/04 6097' GR 17. If Multiple Compl. How Many Zones? 18. Intervals Rotary Tools 15. Total Depth 16. Plug Back T.D. Cable Tools Drilled By 7189' 7145' 0 - TDNO 19. Producing Interval(s), of this completion - Top, Bottom, Name 20. Was Directional Survey Made 4362' - 4888' MESAVERDE 21. Type Electric and Other Logs Run 22. Was Well Cored AIL//SP/CAL/GR/TLD/CSN/PE/CCL/CBL NO **CASING RECORD** (Report all strings set in well) **CASING SIZE** WEIGHT LB./FT. HOLE SIZE CEMENTING RECORD AMOUNT PULLED **DEPTH SET** 9-5/8" 276' 12-1/4" 0 36# J-55 160 sx 20# J-55 2816' 450 sx 0 8-3/4" 0 10.5# J-55 71891 6-1/4" 4-1/2" 400 sx 24. LINER RECORD **TUBING RECORD** SIZE TOP BOTTOM SACKS CEMENT | SCREEN SIZE **DEPTH SET** PACKER SET 2-3/8" 69661 26. Perforation record (interval, size, and number) 27. ACID, SHOT, FRACTURE, CEMENT, SQEEZE, ETC. **DEPTH INTERVAL** AMOUNT AND KIND MATERIAL USED 4748' - 4888' (0.34", 21 HOLES) 4748' - 4888' A. w/1016 gals 7.5% HCl acid. 4362' - 4645' (0.34", 29 HOLES) Frac'd w/107,145 gals 70Q N2 25# linear gel foam frac flu w/119,940# 20/40 Brady sd. Cont'd PRODUCTION

Production Method (Flowing, gas lift, pumping - Size and type pump)

Prod'n For

Test Period

Oil - Bbl.

0

Oil - Bbl.

Gas - MCF

on both sides of this form is true and complete to the best of my knowledge and belief

960

HOLLY C. PERKINS

Gas - MCF

102

Title

Water - Bbl.

160

FLOWING

Choke Size

Calculated 24-

Printed.

perkins@xtoenergy.com

1/4"

Hour Rate

Hours Tested

Casing Pressure

800

29. Disposition of Gas (Sold, used for fuel, vented, etc.)

Well Status (Prod. or Shut-in)

Oil Gravity - API -(Corr.)

Water - Bbl.

Test Witnessed By

REG SPECIALIST

17

Gas - Oil Ratio

Date

3/18/04

Date First Production

30. List Attachments

31. I hereby certify.

TO BE SOLD

Date of Test

3/13/04

Flow Tubing

640

Signature

E-mail address

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

Southeas	North	Northeastern New Mexico			
T. Anhy	T. Canyon	T. Ojo Alamo	T. Ojo Alamo		
T. 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. Cliff House 4134		
T. 7 Rivers	T. Devonian	T. Menefee	4157	T. Madison	
T. Oueen	T. Silurian	T. Point Lookout	4744	T. Elbert	
T. Grayburg	T. Montoya	T. Mancos	5108	T. McCracken	
T. San Andres	T. Simpson	T. Gallup	59 <u>28</u>	T. Ignacio Otzte	
T. Glorieta	T. McKee	Base Greenhorn	6700	T. Granite	
T. Paddock	T. Ellenburger	T. Dakota	6825	T.	
T. Blinebry	T. Gr. Wash	T. Morrison	7130	T.	
T. Tubb	T. Delaware Sand	T. Todilto		T.	
T. Drinkard	T. Bone Springs	T. Entrada		Т.	
T. Abo	T.	T. Wingate		Т.	
T. Wolfcamp		T. Chinle		T.	
T. Penn	T.	T. Permain		T.	
T. Cisco (Bough C)	T.	T. Penn "A"		T.	
				OIL OR GAS	

			SANDS OR ZONES	
No. 1, from	to	No. 3, from	toto	
No. 2, from	to	No. 4, from		
	IMPOR1	ANT WATER SANDS		
Include data on rate of water in	nflow and elevation to which wa	ater rose in hole.		
		feet	•••••	
No. 2, from	to	feet		
No. 3. from	to	feet		

LITHOLOGY RECORD (Attach additional sheet if necessary) Thickness To Thickness Thickness

From	То	Thickness in Feet	Lithology	From	То	Thickness in Feet	Lithology
			#27 Continued fr/front page:				
			4362' - 4645': A. w/1250 gals				
			7.5% HCl acid. Frac w/151,202				
			gals 70Q N2 25# linear gel				
			foam frac flu carrying				
			169,027# 20/40 Brady sand.				
					3		