District I

1625 N. French Dr.. Hobbs, NM 88240

District II 1301 W. Grand Avenue, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy, Minerals & Natural Resources

Oil Conservation Division

Form C-104 Revised June 10, 2003

Submit to Appropriate District Office

| Santa Fe, NM 87505 | AMENDED REPO | RT |
|----------------------------|--------------|----|
| | | |
| 1220 South St. Francis Dr. | • | |

| Operator name and A | ddress | ² OGRID Number | | |
|---------------------------------|------------------------|---|--|--|
| Peoples Energy | ProdTX, L.P. | 225711 | | |
| 909 Fannin, Ste | e. 1300 | ³ Reason for Filing Code/ Effective Date | | |
| Houston, Texas | 77010 | NW/7-15-04 | | |
| ⁴ API Number | ⁵ Pool Name | ⁶ Pool Code | | |
| 30 - 0 45 - 32052 | Basin Fruitland Coal | 71629 | | |
| ⁷ Property Code | 8 Property Name | ⁹ Well Number | | |
| 33363 | Gardner C | 7A | | |

| A | | | | | | | | | | | |
|---------------|---------|----------|-------|---------|---------------|----|------------|---------------|----------------|-------|--------|
| Ul or lot no. | Section | Township | Range | Lot.Idn | Feet from the | No | orth/South | Feet from the | East/West line | | County |
| E | 26 | 32N | 9W | | 1835 | N | Line | 1280 | West | San . | Juan |

11 Bottom Hole Location

| UL or lot | Section | Township | Range | Lot Idn | Feet from the | North/South lin | e Feet from the | East/V | West line | County |
|-------------|---------|-------------|-------|------------|--------------------------|-----------------|-----------------|--------|--------------------|--------------------|
| no. E | 26 | 32N | 9W | | 1835 | North | 1280 | West | | San Juan |
| 12 Lse Code | | cing Method | | onnection | ¹⁵ C-129 Pern | nit Number 1 | C-129 Effective | Date | ¹⁷ C-12 | 29 Expiration Date |
| F | , | Code F | 7-15- | ate -04 | Federal I | Permit | | | | |

III. Oil and Gas Transporters

| 18 Transporter OGRID | ¹⁹ Transporter Name and Address | ²⁰ POD | ²¹ O/G | ²² POD ULSTR Location and Description |
|--|--|-------------------|---|---|
| 2544 | Williams Field Services One Williams Center Tulsa, OK. 74172 | | G | 1835' FNL & 1280' FWL |
| 009018 | Giant Industries,Inc. 111 CR 4990 Bloomfield, NM 87413 | | O Surface to the surface of the surf | 1835' FNL & 1280' FWL |
| 100 April 100 Ap | | | | 78 21 28 29 30 37 |
| | | | - 1 | 200g |

IV. Produced Water

| ²³ POD | ²⁴ POD ULSTR Location and Description | V. |
|-------------------|--|---------------|
| | Pond # 2 Sec 26 T32N ROW Permit: | # MM_02_00001 |

V. Well Completion Data

| ²⁵ Spud Date 5-11-04 | ²⁶ Ready 7-15-04 | | ²⁷ TD 3539 ' | ²⁸ PBTD 3495 ' | ²⁹ Perforations 3157 ' & 3495 | ³⁰ DHC, MC |
|------------------------------------|--------------------------------|-------------------------|----------------------------|-------------------------------------|---|-----------------------|
| 31 Hole Siz | e | 32 Casing & Tubing Size | | ³³ Depth Se | et | 34 Sacks Cement |
| 12 3/4" | | 9 5/8" | | 212' | | 155 |
| 8 3/4" | | 7' | 1 | 3079 ' | | 450 |
| 6 1/4" | 5 | | iner erforated | 3024' to 3539' | | No Cement |
| Tubing | | 2 | 3/8" | 3468' | | |

VI. Well Test Data

| 35 Date New Oil | ³⁶ Gas Delivery Date 7-15-04 | ³⁷ Test Date 7-25-04 | ³⁸ Test Length 24 hrs. | ³⁹ Tbg. Pressure 160 | ⁴⁰ Csg. Pressure 180 |
|-----------------|---|------------------------------------|--------------------------------------|------------------------------------|------------------------------------|
| 41 Choke Size | ⁴² Oil | ⁴³ Water | ⁴⁴ Gas | 45 AOF | 46 Test Method |
| Open | 0 | 6 | 1076 | | Flow |

⁴⁷ I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

Signature: Printed name: 8-2-04

OIL CONSERVATION DIVISION

Approved by:

Sheri Jennings

Title:

DEPUTY OIL & GAS INSPECTOR, DIST. AN

Title: Reg. & Prod. Analyst

E-mail Address:

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Date: 7-27-04

713/890-3659

Approval Date: AUG -2 2004