

Operator: ELM RIDGE EXPLORATION, CO LLC.

Well Name: BUENA SUERTE 29M 1T

Description of Lease: 1785' FNL X 1195' FWL

SEC.29-T26N-R11W SAN JUAN COUNTY, NM-API # 30-045-32649

FROM TO 76' 1400'

DEVIATION

1 3/4
1/2

I hearby swear or (affirm) that the statements made are a full and correct report.

Elm Ridge Resources, Inc.

Terry Lindeman, District Superintendent

Sworn to and subscribed before me by Amy Mackey, Elm Ridge Resources, Inc This 3rd day of January, 2006. To certify which witness my hand and seal of office.

Notary Public in and for San Juan County in the State of New Mexico.

My commission expires on 4/13/2009