

Submit To Appropriate District Office State Lease - 6 copies Fee Lease - 5 copies 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 and Natural Resources Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505	Form C-105 Revised June 10, 2003
		WELL API NO. 30-045-33729
		5. Indicate Type of Lease STATE ☐ FEE ☒
		State Oil & Gas Lease No.
WELL COMPLETION OR RECOMPLETION REPORT AND LOG		
1a. Type of Well: OIL WELL ☐ GAS WELL ☒ DRY ☐ OTHER _____ b. Type of Completion: NEW ☒ WORK ☐ DEEPEN ☐ PLUG ☐ DIFF. WELL OVER BACK RESVR. ☐ OTHER		7. Lease Name or Unit Agreement Name Kelly
2. Name of Operator McKay Oil & Gas, LLC		8. Well No. 1
3. Address of Operator PO Box 14738 Albuquerque, NM 87191		9. Pool name or Wildcat Basin Fruitland Coal
4. Well Location Unit Letter <u>F</u> : <u>1925</u> Feet From The <u>North</u> Line and <u>1675</u> Feet From The <u>West</u> Line Section <u>21</u> Township <u>30N</u> Range <u>12W</u> NMPM <u>San Juan</u> County		
10. Date Spudded 07-15-06	11. Date T.D. Reached 07-20-06	12. Date Compl. (Ready to Prod.) 08-26-06
13. Elevations (DF& RKB, RT, GR, etc.) 5824' GR		14. Elev. Casinghead 5824' GR
15. Total Depth 2421'	16. Plug Back T.D. 2396'	17. If Multiple Compl. How Many Zones? _____
18. Intervals Drilled By ☒		19. Producing Interval(s), of this completion - Top, Bottom, Name 2150-2170
20. Was Directional Survey Made Yes		21. Type Electric and Other Logs Run Gamma Ray, Collar Loc. Log - Res. Saturation Log
22. Was Well Cored No		
23. CASING RECORD (Report all strings set in well)		
CASING SIZE	WEIGHT LB./FT.	DEPTH SET
7"	20# J-55	139' KB
4 1/2"	10.5# J-55	2401 KB
24. LINER RECORD		
SIZE	TOP	BOTTOM
25. TUBING RECORD		
SIZE	DEPTH SET	PACKER SET
2 3/8	2276'	
26. Perforation record (interval, size, and number) 2031-2052 4SPF 84 0.38" holes		
27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.		
DEPTH INTERVAL	AMOUNT AND KIND MATERIAL USED	
2031-2052	1200 Bbls and 120,460# 20/40 sand	
28. PRODUCTION		
Date First Production 08-26-06	Production Method (Flowing, gas lift, pumping - Size and type pump) Flowing	Well Status (Prod. or Shut-in) Shut-in
Date of Test 08-26-06	Hours Tested 24	Choke Size None
Prod'n For Test Period	Oil - Bbl 0	Gas - MCF 190
Water - Bbl. 13	Gas - Oil Ratio	
Flow Tubing Press. 25	Casing Pressure 275	Calculated 24-Hour Rate 190
Oil - Bbl. 0	Gas - MCF 190	Water - Bbl. 13
Oil Gravity - API - (Corr.)		
29. Disposition of Gas (Sold, used for fuel, vented, etc.) Vented		Test Witnessed By Andy Birdsell
30. List Attachments		
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 <i>William J. Mayhew</i> E-mail Address PUGHJONZ@AOL Printed Name WILLIAM J. MAYHEW Title Gen. Mgr. Date 8-30-06 B 9/08		

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"
T. Salt	T. Strawn	T. Kirtland-Fruitland	T. Penn. "C"
B. Salt	T. Atoka	T. Pictured Cliffs 2190	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	T. McKee	Base Greenhorn	T. Granite
T. Paddock	T. Ellenburger	T. Dakota	T.
T. Blinebry	T. Gr. Wash	T. Morrison	T.
T. Tubb	T. Delaware Sand	T. Todilto	T.
T. Drinkard	T. Bone Springs	T. Entrada	T.
T. Abo	T.	T. Wingate	T.
T. Wolfcamp	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 In Feet	Lithology

From	To	Thickness In Feet	Lithology