Submit To Appropriate District Office State of New Mexico Form C-105 State Lease - 6 copies Revised June 10, 2003 Fee Lease - 5 copies Energy, Minerals and Natural Resources District I WELL API NO. 1625 N. French Dr , Hobbs, NM 88240 30-045-34000 District II Oil Conservation Division 1301 W Grand Avenue, Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III STATE 🔯 FEE 1000 Rio Brazos Rd , Aztec, NM 87410 Santa Fe, NM 87505 State Oil & Gas Lease No. District IV 1220 S St Francis Dr , Santa Fe, NM 87505 VA-1496 WELL COMPLETION OR RECOMPLETION REPORT AND LOG la Type of Well: 7. Lease Name or Unit Agreement Name OIL WELL GAS WELL DRY OTHER RCVD APR 14'08 OT COMS. DIV. b Type of Completion: NEW ☑ WORK ☐ DEEPEN ☐ PLUG ☐ Spandex Com DIST. 3 RESVR.

OTHER WELL **BACK** OVER 8. Well No. 2 Name of Operator Dugan Production Corp. 3. Address of Operator 9. Pool name or Wildcat P O. Box 420, Farmington, NM 87499-0420 (505)325-1821 **Basin Fruitland Coal** 4. Well Location Unit Letter : <u>1010</u> Feet From The **North** Line and 1100 Feet From The West Line Range 10W Section NMPM San Juan Township 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 6524' GL 6/15/07 6/11/07 15. Total Depth 16 Plug Back T D 17. If Multiple Compl. How Many 18. Intervals Rotary Tools Cable Tools Drilled By 1765' 19 Producing Interval(s), of this completion - Top, Bottom, Name 20. Was Directional Survey Made No 1544'-1620' (Fruitland Coal) 21. Type Electric and Other Logs Run 22. Was Well Cored **GR-CCL-CNL** .CASING RECORD (Report all strings set in well) 23. 100 15:13 DEPTH SET CASING SIZE WEIGHT LB /FT. HOLE SIZE CEMENTING RECORD AMOUNT PULLED 8-5/8" J-55, 130' 12-1/4" 24# 80 sx Type 5 cement w/2% CaCl2 w/1/4# celloflake/sx 5-1/2" J-55 1809 15.5# 110 sx Type 5 cement w/2% Lodense, 2# PhenoSeal & 1/4# 34 celloflake/sx. Tail w/50 sx. Type 5 cement w/2# PhenoSeal & 1/4# celloflake/sx 292 cu ft total slurry LINER RECORD 25. TUBING RECORD 24 TOP BOTTOM SACKS CEMENT | SCREEN DEPTH SET PACKER SET SIZE SIZE 2-3/8" 1684' 27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC. Perforation record (interval, size, and number) AMOUNT AND KIND MATERIAL USED DEPTH INTERVAL 1544'-1551' & 1610'-1620' w/4 spf (total 17', 68 holes) 1544'-1620' 64,260# 20/40 sand; 46,158 gals crosslinked gel **PRODUCTION** Date First Production Production Method (Flowing, gas lift, pumping - Size and type pump) Well Status (Prod or Shut-in) Flowing Date of Test Hours Tested Choke Size Prod'n For Oil - Bbl Gas - MCF Water - Bbl. Gas - Oil Ratio Test Period 4/8/08 24 Oil Gravity - API - (Corr) Flow Tubing Casing Pressure Calculated 24-Oil - Bbl. Gas - MCF Water - Bbl. Press. Hour Rate D-2 1 859 60 50 0 45 Test Witnessed By 29. Disposition of Gas (Sold, used for fuel, vented, etc.) Vented - to be sold 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 Printed Name John C. Alexander Title Vice-President Date April 11, 2008 Signature johncalexander@duganproduction.com

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

Souther	astern New Mexico	Northwestern New Mexico			
T. Anhy	T. Canyon_	T. Ojo	T. Penn. "B"		
		Alamo 624'			
T. Salt	T. Strawn	T. Kirtland-Fruitland 703'/1052'	T. Penn. "C"		
B. Salt_	T. Atoka	T. Pictured Cliffs 1390'	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	Т		
T. Abo	T.	T. Wingate	T.		
T. Wolfcamp	T	T. Chinle	Т.		
T. Penn	T.	T. Permian	Т.		
T. Cisco (Bough C)	T.	T. Penn "A"	Т.		

			SANDS OR ZONE
No. 1, from	toto	No. 3, from	to
No. 2, from	to	No. 4, from	to
,	IMPOF	RTANT WATER SANDS	
Include data on rate of v	water inflow and elevation to w	hich water rose in hole.	
No. 1, from	to	feet	•••••
No. 2, from	to	feet	••••••
No. 3, from	to	feet	
·	LITHOLOGY REC	ORD (Attach additional sheet	if necessary)

Thickness

From	То	In Feet	Lithology	I	From	То	In Feet	Lithology
				-			*	
	:							
								<i>-2</i> 5
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