

Submit To Appropriate District Office
Two Copies
District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S First St., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

HOBBS OGD
DEC 20 2011
RECEIVED

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 August 1, 2011

1. WELL API NO.
30-025-40250
2. Type of Lease
 STATE FEE FED/INDIAN
3. State Oil & Gas Lease No. 37462

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

4. Reason for filing.
 COMPLETION REPORT (Fill in boxes #1 through #31 for State and Fee wells only)
 C-144 CLOSURE ATTACHMENT (Fill in boxes #1 through #9, #15 Date Rig Released and #32 and/or #33, attach this and the plat to the C-144 closure report in accordance with 19 15.17.13.K NMAC)

5. Lease Name or Unit Agreement Name
PADDY 15 STATE
6. Well Number: 3

7. Type of Completion:
 NEW WELL WORKOVER DEEPENING PLUGBACK DIFFERENT RESERVOIR OTHER

8. Name of Operator
CML EXPLORATION, LLC
9. OGRID 256512

10. Address of Operator
P.O. BOX 890
SNYDER, TX 79550
11. Pool name or Wildcat
LEAMEX; PADDOCK

| 12. Location | Unit Ltr | Section | Township | Range | Lot | Feet from the | N/S Line | Feet from the | E/W Line | County |
|--------------|----------|---------|----------|-------|-----|---------------|----------|---------------|----------|--------|
| Surface: | F | 15 | 17S | 33E | | 1980 | N | 1650 | W | LEA |
| BH: | | | | | | | | | | |

13. Date Spudded 09/23/2011
14. Date T.D. Reached 10/04/2011
15. Date Rig Released 10/06/2011
16. Date Completed (Ready to Produce) 12/09/2011
17. Elevations (DF and RKB, RT, GR, etc.) 4173' GR
18. Total Measured Depth of Well 6375'
19. Plug Back Measured Depth 6321'
20. Was Directional Survey Made? NO
21. Type Electric and Other Logs Run DSN/SD/DLL/GR

22. Producing Interval(s), of this completion - Top, Bottom, Name
(6193' - 6229') PADDOCK

23. **CASING RECORD (Report all strings set in well)**

| CASING SIZE | WEIGHT LB /FT. | DEPTH SET | HOLE SIZE | CEMENTING RECORD | AMOUNT PULLED |
|-------------|----------------|-----------|-----------|------------------|---------------|
| 8-5/8" | 24# | 1580' | 12-1/4" | 810 SX | 0 |
| 5-1/2" | 17# | 6375' | 7-78" | 1100 SX | 0 |
| | | | | | |
| | | | | | |

| 24. LINER RECORD | | | | 25. TUBING RECORD | | | |
|------------------|-----|--------|--------------|-------------------|--------|-----------|------------|
| SIZE | TOP | BOTTOM | SACKS CEMENT | SCREEN | SIZE | DEPTH SET | PACKER SET |
| | | | | | 2-3/8" | 6138' | |

| | | |
|---|---|-------------------------------|
| 26. Perforation record (interval, size, and number) 6193' - 6229' 0.31" 72 HOLES | 27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC. | |
| | DEPTH INTERVAL | AMOUNT AND KIND MATERIAL USED |
| | 6193' - 6229' | 4000 gals 20% HCL acid |

28. PRODUCTION

| | | | | | | | |
|-------------------------------------|-----------------------|--|------------------------|-----------------|---|------------------------------------|------------------------|
| Date First Production 12/12/2011 | | Production Method (Flowing, gas lift, pumping - Size and type pump) PUMPING 1 1/2" ROD PUMP | | | Well Status (Prod. or Shut-in) PRODUCING | | |
| Date of Test 12/15/2011 | Hours Tested 24 | Choke Size | Prod'n For Test Period | Oil - Bbl 64 | Gas - MCF 28 | Water - Bbl 24 | Gas - Oil Ratio 438 |
| Flow Tubing Press. 50 | Casing Pressure 50 | Calculated 24-Hour Rate | Oil - Bbl 64 | Gas - MCF 28 | Water - Bbl 24 | Oil Gravity - API - (Corr.) 39° | |

29. Disposition of Gas (Sold, used for fuel, vented, etc.)
SOLD
30. Test Witnessed By

31. List Attachments
Deviation report, logs, core data

32. If a temporary pit was used at the well, attach a plat with the location of the temporary pit

33. If an on-site burial was used at the well, report the exact location of the on-site burial:
Latitude Longitude NAD 1927 1983

I hereby certify that the information shown on both sides of this form is true and complete to the best of my knowledge and belief
Signature *Nolan von Roeder* Printed Name Nolan von Roeder Title Engineer Date 12/19/2011
E-mail Address vonroedern@cmlexp.com

KB DEC 21 2011



HOBBS OCD

DEC 20 2011

RECEIVED

CORE ANALYSIS PROCEDURES
FOR
CML EXPLORATION, LLC
PADDY 15 STATE # 3
LEA COUNTY, NEW MEXICO

The Rotary Sidewalls were picked up by Weatherford Laboratories.

Gases from the Sidewalls were measured by Hot Wire Chromatography and reported in Gas Units.

A brief Lithological Description of the Sidewalls was recorded.

A description of the Fluorescence of the Sidewalls was recorded.

Ultraviolet Light Photographs were taken of the Sidewalls for a permanent record.

Natural Light Photographs were taken of the Sidewalls for a permanent record.

Composite Photographs of the Sidewall End Trims were taken under Natural and Ultraviolet Light.

The Sidewalls were extracted utilizing the Dean Stark method.

The fluids were measured by the Dean Stark method.

Porosities were measured in a Boyle's Law Porosimeter utilizing Helium.

Permeabilities were measured in a Hassler Sleeve Permeameter utilizing Nitrogen at 300 psi confining pressure.

Test samples of a known permeability were measured before and after the Sidewall permeabilities were measured.

CML EXPLORATION, LLC
PADDY 15 STATE # 3
LEA COUNTY, NEW MEXICO
U.S.A.
File:MD-54420



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LABORATORIES

ROTARY SIDEWALL CORE ANALYSIS

CML EXPLORATION, LLC
PADDY 15 STATE NO.3
LEA COUNTY, NEW MEXICO

A.P.I. NUMBER : 30-025-40250
FIELD : Leamex (Paddock)
LOCATION: 1980' FNL, 1650' FWL,
Section 15, T-17-S, R-33-E

FILE NO. : MD-544420
DATE : October 8, 2011
ANALYSTS : WH, SB, JR

DEAN STARK EXTRACTION

| SAMPLE NO. | DEPTH ft | GRAIN DENSITY | POR % | PERM mD | SATURATIONS | | GAS UNITS | FLUORESCENCE | | LITHOLOGY |
|------------|-------------|------------------|----------|------------|-------------|------|--------------|--------------|----------------|---|
| | | | | | Sw | So | | % | % | |
| 1 | 6099.0 | 2.85 | 5.0 | 0.076 | 98.7 | 0.0 | 66 | 0 | cont | Dol crm-tn ssilty ssdy sc ppp-sml vug sc A/I |
| 2 | 6100.0 | 2.84 | 12.4 | 0.287 | 38.7 | 23.0 | 405 | 70 | Brt yl-wht-blu | Dol crm-tn ssilty suc i/p sc ppp-sml vug sc A/I |
| 3 | 6101.0 | 2.85 | 6.5 | 0.098 | 42.1 | 9.2 | 164 | 30 | Brt yl-wht | Dol crm-tn ssilty sc ppp-sml vug |
| 4 | 6110.0 | 2.86 | 6.7 | 0.058 | 24.8 | 15.7 | 234 | 70 | Brt yl-wht | Dol crm-tn ssilty sc ppp-sml vug sc A/I |
| 5 | 6115.0 | 2.86 | 4.8 | 0.133 | 19.0 | 14.7 | 264 | 60 | Brt yl-wht | Dol tn-brn ssilty sc ppp-sml vug sc A/I |
| 6 | 6111.0 | 2.86 | 6.5 | 0.060 | 25.2 | 17.3 | 260 | 50 | Brt yl-wht | Dol tn-brn ssilty sc ppp-sml vug sc sml-lrg A/I |
| 7 | 6119.0 | 2.84 | 15.6 | 62.008 | 32.6 | 23.9 | 566 | 100 | Brt yl-wht-blu | Dol tn-brn ssilty suc abd ppp-sml vug sc A/I |
| 8 | 6120.0 | 2.87 | 6.3 | 0.047 | 55.2 | 15.4 | 69 | 20 | DI yl-gld | Dol tn-brn ssilty sc ppp-sml vug sc A/I |
| 9 | 6171.0 | 2.86 | 9.4 | 0.020 | 56.1 | 15.7 | 137 | 20 | DI yl-gld | Dol tn-brn ssilty sc ppp-sml vug sc sml A/I sty |
| 10 | 6185.2 | 2.84 | 9.3 | 0.031 | 98.9 | 0.0 | 8 | 0 | cont | Dol tn-brn mod-ssilty tr ppp-sml vug sc pyr nod |
| 11 | 6195.2 | 2.85 | 9.5 | 1.620 | 18.2 | 15.4 | 448 | 100 | Brt yl-wht-blu | Dol tn-brn ssilty suc i/p sc ppp-sml vug sc A/I |
| 12 | 6199.0 | 2.85 | 8.2 | 0.336 | 25.5 | 27.5 | 462 | 80 | Brt yl-wht-blu | Dol tn-brn ssilty suc i/p sc ppp-sml vug sc A/I |
| 13 | 6202.0 | 2.84 | 9.2 | 4.331 | 20.3 | 15.7 | 221 | 80 | Brt yl-wht-blu | Dol tn-brn ssilty suc i/p sc ppp-sml vug sc A/I |
| 14 | 6203.0 | 2.86 | 13.9 | 2.562 | 26.4 | 18.2 | 469 | 90 | Brt yl-wht-blu | Dol tn-brn ssilty suc i/p sc ppp-sml vug sc A/I |
| 15 | 6204.0 | 2.85 | 10.4 | 0.719 | 19.8 | 21.2 | 596 | 90 | Brt yl-wht-blu | Dol tn-brn ssilty suc i/p sc ppp-sml vug sc A/I |
| 16 | 6217.0 | 2.86 | 8.9 | 0.300 | 31.4 | 14.8 | 199 | 40 | Brt yl-gld | Dol tn-brn ssilty sc ppp-sml vug sc A/I sty |
| 17 | 6218.0 | 2.87 | 9.6 | 0.204 | 28.0 | 16.9 | 384 | 80 | Brt yl-gld | Dol tn-brn ssilty sc ppp-sml vug sc A/I |
| 18 | 6219.0 | 2.87 | 13.3 | 10.683 | 27.1 | 15.7 | 308 | 90 | Brt yl-gld | Dol tn-brn ssilty suc i/p sc ppp-sml vug sc A/I |
| 19 | 6224.0 | 2.85 | 8.3 | 0.086 | 9.5 | 13.2 | 885 | 90 | Brt yl-gld | Dol tn-brn ssilty sc ppp-sml vug sc A/I |



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CML EXPLORATION, LLC
PADDY 15 STATE NO.3
LEA COUNTY, NEW MEXICO

A.P.I. NUMBER : 30-025-40250
FIELD : Leamex (Paddock)
LOCATION: 1980' FNL, 1650' FWL,
Section 15, T-17-S, R-33-E

FILE NO. : MD-544420
DATE : October 8, 2011
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ROTARY SIDEWALL CORE ANALYSIS

DEAN STARK EXTRACTION

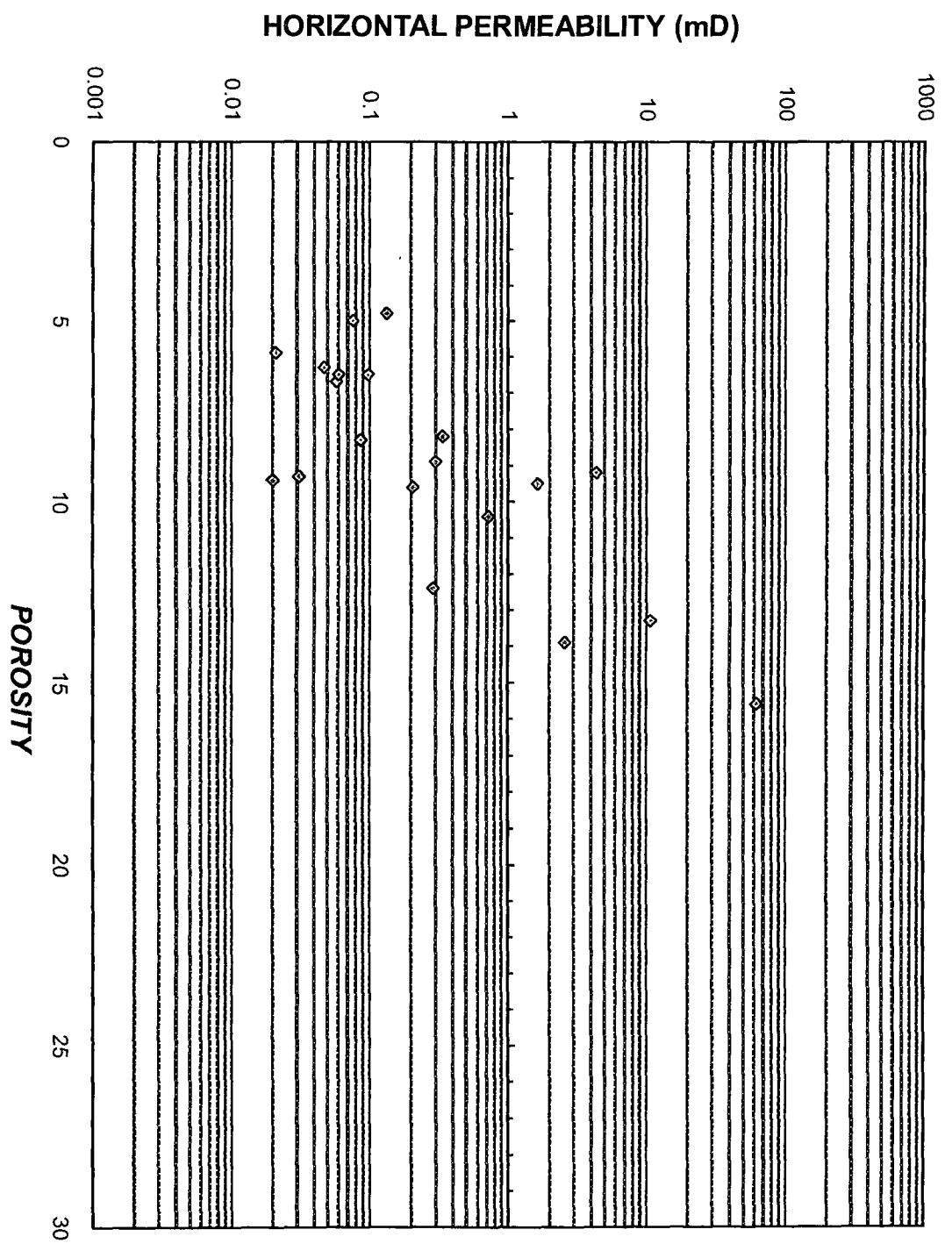
| SAMPLE NO. | DEPTH ft | GRAIN DENSITY | POR % | PERM mD | SATURATIONS Sw | GAS So | FLUORESCENCE UNITS % | LITHOLOGY |
|------------|-------------|------------------|----------|------------|-------------------|-----------|-------------------------|-----------|
|------------|-------------|------------------|----------|------------|-------------------|-----------|-------------------------|-----------|

| | | | | | | | | | | |
|----|--------|------|-----|-------|------|------|-----|----|------------|---------------------------------------|
| 20 | 6228.0 | 2.84 | 5.9 | 0.021 | 17.1 | 18.0 | 726 | 60 | Brt yl-gld | Dol tn-brn ssly sc ppp-sml vug sc A/I |
|----|--------|------|-----|-------|------|------|-----|----|------------|---------------------------------------|



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LABORATORIES

CML EXPLORATION, LLC
PADDY 15 STATE # 3





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LABORATORIES

CML EXPLORATION, LLC

PADDY 15 STATE NO.3

10/8/2011

QUALITY CONTROL RERUN DATA

| Sample No. | GRAIN DENSITY | | POROSITY | | <i>k</i> standard Test Sample | PERMEABILITY | |
|------------|---------------|--------|----------|--------|-------------------------------|--------------|--------|
| | original | reruns | original | reruns | | original | reruns |
| 2 | 2.837 | 2.838 | 12.44 | 12.48 | 2.616 | 0.287 | 0.278 |
| 7 | 2.841 | 2.842 | 15.60 | 15.62 | | 62.008 | 62.760 |
| 10 | 2.837 | 2.836 | 9.29 | 9.25 | | | |
| 12 | 2.852 | 2.851 | 8.21 | 8.19 | | 0.336 | 0.327 |
| 14 | 2.864 | 2.865 | 13.87 | 13.88 | | | |
| 20 | 2.842 | 2.843 | 5.92 | 5.96 | 2.609 | 0.021 | 0.020 |