

Submit to Appropriate District Office
 State Lease - 6 copies
 Fee Lease - 5 copies
 DISTRICT I
 P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
 P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
 1000 Rio Brazos Rd., Aztec, NM 87410

State of New Mexico
 Energy Minerals and Natural Resources Department

OIL CONSERVATION DIVISION
 P.O. Box 2088
 Santa Fe, New Mexico 87504-2088

Form C-105
 Revised 1-1-89

WELL API NO.
 30-025-24939

5. Indicate Type of Lease
 STATE FEE

6. 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 WELL WORK OVER DEEPEN PLUG BACK DIFF RESVR OTHER _____

7. Lease Name or Unit Agreement Name
 Scharbauer

2. Name of Operator

8. Well No.
 2

3. Address of Operator
 815 W. 10th St., Fort Worth, Tx. 76102

9. Pool name or Wildcat
 EK-Yates-SR-Queen

4. Well Location
 Unit Letter N : 330 Feet From The South Line and 1650 Feet From The West Line
 Section 20 Township 18S Range 34E NMPM Lea 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

2/10/2000
 3973' GL, 3985' RKB
 3976

15. Total Depth
 16. Plug Back T.D.
 17. If Multiple Compl. How Many Zones?
 18. Intervals Drilled By
 19. Producing Interval(s), of this completion - Top, Bottom, Name
 20. Was Directional Survey Made

4820' RKB
 4700' RKB
 4474-4482 - Queen Sand

21. Type Electric and Other Logs Run
 22. Was Well Cored

CASING RECORD (Report all strings set in well)

| CASING SIZE | WEIGHT LB/FT. | DEPTH SET | HOLE SIZE | CEMENTING RECORD | AMOUNT PULLED |
|-------------|---------------|-----------|-----------|------------------|---------------|
| 8-5/8" | 20 | 430 | 12-1/4" | 300 sxs. | |
| 4-1/2" | 10.5 & 9.5 | 4820 | 7-7/8" | 400 sxs. | |

| 24. LINER RECORD | | | | | 25. TUBING RECORD | | |
|------------------|-----|--------|--------------|--------|-------------------|-----------|------------|
| SIZE | TOP | BOTTOM | SACKS CEMENT | SCREEN | SIZE | DEPTH SET | PACKER SET |
| | | | | | 2-3/8" | 4490' | -- |

| 26. Perforation record (interval, size, and number) | 27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC. | |
|---|---|-------------------------------|
| | DEPTH INTERVAL | AMOUNT AND KIND MATERIAL USED |
| 4474-82 - .33 diameter - 17 holes | 4474-82 | Acid - 1000 gals. |
| | 4474-82 | Frac - 10,000 gals. Kcl & |
| | | 18,000# sand |

PRODUCTION

| 28. Date First Production | | Production Method (Flowing, gas lift, pumping - Size and type pump) | | | | Well Status (Prod. or Shut-in) | |
|---------------------------|-----------------|---|------------------------|------------|--------------|--------------------------------|-----------------|
| 2/12/2000 | | Pumping | | | | Prod. | |
| Date of Test | Hours Tested | Choke Size | Prod'n For Test Period | Oil - Bbl. | Gas - MCF | Water - Bbl. | Gas - Oil Ratio |
| 2/14/2000 | 24 | -- | | 58 | 41 | 62 | 707/1 |
| Flow Tubing Press. | Casing Pressure | Calculated 24-Hour Rate | Oil - Bbl. | Gas - MCF | Water - Bbl. | Oil Gravity - API - (Corr.) | |
| -- | 40 | | 58 | 41 | 62 | 37.2 | |

29. Disposition of Gas (Sold, used for fuel, vented, etc.)
 Sold

Test Witnessed By

30. List Attachments

31. 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 David L. Henderson Printed Name David L. Henderson Title Petr. Engr. Date 2/2/00