

|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                     |                        |                                                 |                                                |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------|------------------------|-------------------------------------------------|------------------------------------------------|
| Submit To Appropriate District Office<br>State Lease - 6 copies<br>Fee Lease - 5 copies<br>District I<br>1625 N. French Dr., Hobbs, NM 88240<br>District II<br>1301 W. Grand Avenue, Artesia, NM 88210<br>District III<br>1000 Rio Brazos Rd., Aztec, NM 87410<br>District IV<br>1220 S. St. Francis Dr., Santa Fe, NM 87505 | <b>State of New Mexico</b><br><b>Energy, Minerals and Natural Resources</b><br><br><b>Oil Conservation Division</b><br><b>1220 South St. Francis Dr.</b><br><b>Santa Fe, NM 87505</b> | <b>Form C-105</b><br>Revised June 10, 2003                                                          |                        |                                                 |                                                |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       | WELL API NO.<br>30-015-34449                                                                        |                        |                                                 |                                                |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       | 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |                        |                                                 |                                                |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       | State Oil & Gas Lease No.                                                                           |                        |                                                 |                                                |
| <b>WELL COMPLETION OR RECOMPLETION REPORT AND LOG</b>                                                                                                                                                                                                                                                                        |                                                                                                                                                                                       |                                                                                                     |                        |                                                 |                                                |
| 1a. Type of Well:<br>OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> DRY <input type="checkbox"/> OTHER <input type="checkbox"/>                                                                                                                                                              |                                                                                                                                                                                       | 7. Lease Name or Unit Agreement Name<br><br><b>KARLSBAD CORRAL 11 STATE</b>                         |                        |                                                 |                                                |
| b. Type of Completion:<br>NEW <input checked="" type="checkbox"/> WORK <input type="checkbox"/> DEEPEN <input type="checkbox"/> PLUG <input type="checkbox"/> DIFF. <input type="checkbox"/><br>WELL OVER BACK RESUR. <input type="checkbox"/> OTHER <input type="checkbox"/>                                                |                                                                                                                                                                                       |                                                                                                     |                        |                                                 |                                                |
| 2. Name of Operator<br><br><b>SOUTHWESTERN ENERGY PRODUCTION COMPANY</b>                                                                                                                                                                                                                                                     |                                                                                                                                                                                       | 8. Well No.<br><br><b>3-H</b>                                                                       |                        |                                                 |                                                |
| 3. Address of Operator<br><b>2350 N. Sam Houston Pkwy., E., Suite 300</b><br><b>Houston, TX 77032</b>                                                                                                                                                                                                                        |                                                                                                                                                                                       | 9. Pool name or Wildcat<br><br><b>CORRAL CANYON DELAWARE</b>                                        |                        |                                                 |                                                |
| 4. Well Location<br><br>Unit Letter <u>B</u> : <u>10</u> Feet From The <u>North</u> Line and <u>1980</u> Feet From The <u>East</u> Line<br><br>Section <u>11</u> Township <u>25S</u> Range <u>29E</u> NMPM <u>Eddy</u> County                                                                                                |                                                                                                                                                                                       |                                                                                                     |                        |                                                 |                                                |
| 10. Date Spudded<br>2/08/2006                                                                                                                                                                                                                                                                                                | 11. Date T.D. Reached<br>3/09/2006                                                                                                                                                    | 12. Date Compl. (Ready to Prod.)<br>4/11/2006                                                       |                        |                                                 |                                                |
| 13. Elevations (DF& RKB, RT, GR, etc.)<br>30650' GR                                                                                                                                                                                                                                                                          |                                                                                                                                                                                       | 14. Elev. Casinghead<br>3081'                                                                       |                        |                                                 |                                                |
| 15. Total Depth<br>8685'                                                                                                                                                                                                                                                                                                     | 16. Plug Back T.D.<br>8547'                                                                                                                                                           | 17. If Multiple Compl. How Many Zones?<br>1                                                         |                        |                                                 |                                                |
| 18. Intervals Drilled By                                                                                                                                                                                                                                                                                                     |                                                                                                                                                                                       | 19. Rotary Tools<br>0-8685'                                                                         |                        |                                                 |                                                |
| 19. Producing Interval(s), of this completion - Top, Bottom, Name<br>5926'-8510' Cherry Canyon                                                                                                                                                                                                                               |                                                                                                                                                                                       | 20. Was Directional Survey Made<br>Yes                                                              |                        |                                                 |                                                |
| 21. Type Electric and Other Logs Run<br>GR Log                                                                                                                                                                                                                                                                               |                                                                                                                                                                                       | 22. Was Well Cored<br>No                                                                            |                        |                                                 |                                                |
| <b>23. CASING RECORD (Report all strings set in well)</b>                                                                                                                                                                                                                                                                    |                                                                                                                                                                                       |                                                                                                     |                        |                                                 |                                                |
| CASING SIZE                                                                                                                                                                                                                                                                                                                  | WEIGHT LB./FT.                                                                                                                                                                        | DEPTH SET                                                                                           | HOLE SIZE              | CEMENTING RECORD                                | AMOUNT PULLED                                  |
| 16"                                                                                                                                                                                                                                                                                                                          | Conductor                                                                                                                                                                             | 40'                                                                                                 |                        |                                                 |                                                |
| 9-5/8"                                                                                                                                                                                                                                                                                                                       | 36#                                                                                                                                                                                   | 775'                                                                                                | 12-1/4"                | 500 SX                                          |                                                |
| 5-1/2"                                                                                                                                                                                                                                                                                                                       | 17#                                                                                                                                                                                   | 8685'                                                                                               | 8-3/4"                 | 2150 SX                                         |                                                |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                     |                        |                                                 |                                                |
| <b>24. LINER RECORD</b>                                                                                                                                                                                                                                                                                                      |                                                                                                                                                                                       |                                                                                                     |                        | <b>25. TUBING RECORD</b>                        |                                                |
| SIZE                                                                                                                                                                                                                                                                                                                         | TOP                                                                                                                                                                                   | BOTTOM                                                                                              | SACKS CEMENT           | SCREEN                                          | SIZE                                           |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                     |                        |                                                 | 2-7/8"                                         |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                     |                        |                                                 | DEPTH SET                                      |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                     |                        |                                                 | 4844'                                          |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                     |                        |                                                 | PACKER SET                                     |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                     |                        |                                                 | N/A                                            |
| 26. Perforation record (interval, size, and number)<br><br>5926'-8510', .48", 30 holes                                                                                                                                                                                                                                       |                                                                                                                                                                                       |                                                                                                     |                        | 27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC. |                                                |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                     |                        | DEPTH INTERVAL                                  |                                                |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                     |                        | 5926'-8510'                                     |                                                |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                     |                        | AMOUNT AND KIND MATERIAL USED                   |                                                |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                     |                        | 10,000 gal 15% HCl                              |                                                |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                     |                        | 5926'-8510'                                     |                                                |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                     |                        | 240,000# 16/30 sand & 130,700 gal 20# gel       |                                                |
| <b>28. PRODUCTION</b>                                                                                                                                                                                                                                                                                                        |                                                                                                                                                                                       |                                                                                                     |                        |                                                 |                                                |
| Date First Production<br>4/12/2006                                                                                                                                                                                                                                                                                           |                                                                                                                                                                                       | Production Method (Flowing, gas lift, pumping - Size and type pump)<br><b>PUMPING</b>               |                        |                                                 | Well Status (Prod. or Shut-in)<br><b>PROD.</b> |
| Date of Test                                                                                                                                                                                                                                                                                                                 | Hours Tested                                                                                                                                                                          | Choke Size                                                                                          | Prod'n For Test Period | Oil - Bbl                                       | Gas - MCF                                      |
| 4/12/2006                                                                                                                                                                                                                                                                                                                    | 24                                                                                                                                                                                    | OPEN                                                                                                |                        | 111                                             | 75                                             |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                     |                        |                                                 | Water - Bbl.                                   |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                     |                        |                                                 | 239                                            |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                     |                        |                                                 | Gas - Oil Ratio                                |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                     |                        |                                                 | 676                                            |
| Flow Tubing Press.                                                                                                                                                                                                                                                                                                           | Casing Pressure                                                                                                                                                                       | Calculated 24-Hour Rate                                                                             | Oil - Bbl.             | Gas - MCF                                       | Water - Bbl.                                   |
| 90                                                                                                                                                                                                                                                                                                                           | 38                                                                                                                                                                                    |                                                                                                     | 111                    | 75                                              | 239                                            |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                     |                        |                                                 | Oil Gravity - API - (Corr.)                    |
|                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                     |                        |                                                 | 38                                             |
| 29. Disposition of Gas (Sold, used for fuel, vented, etc.)<br>Sold                                                                                                                                                                                                                                                           |                                                                                                                                                                                       |                                                                                                     |                        |                                                 | Test Witnessed By<br>BRUCE DRUMMOND            |
| 30. List Attachments<br>GR Log, Directional Svy                                                                                                                                                                                                                                                                              |                                                                                                                                                                                       |                                                                                                     |                        |                                                 |                                                |
| 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>Lucy Ward</i>                                                                                                                                                                                                                                                                                                   |                                                                                                                                                                                       | Printed Name Lucy Ward                                                                              |                        | Title Production Analyst                        |                                                |
| E-mail Address lucy_ward@swn.com                                                                                                                                                                                                                                                                                             |                                                                                                                                                                                       |                                                                                                     |                        | Date 10/02/2006                                 |                                                |

# 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      | 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. Blinbry              | 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. Cherry Canyon 4154       | T. Wingate              | T.               |
| T. Wolfcamp             | T. Lower Cherry Canyon 4940 | 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<br>In Feet | Lithology                        | From | To | Thickness<br>In Feet | Lithology |
|------|------|----------------------|----------------------------------|------|----|----------------------|-----------|
| 3850 | 3900 | 50                   | SAND, SHALE, LS, ANHYD           |      |    |                      |           |
| 3900 | 5980 | 2080                 | SAND, SHALE, LS, ANHYD,<br>CHERT |      |    |                      |           |
| 5980 | 7755 | 1775                 | SAND, SHALE                      |      |    |                      |           |
| 7755 | 7800 | 45                   | SAND, SHALE, LS, DOLO            |      |    |                      |           |
| 7800 | 8685 | 885                  | SAND, SHALE                      |      |    |                      |           |