

Submit to Appropriate District Office
State Leases Copies
Fee 1.00
District I
1625 N. Hobbs, NM 88240
District II
1301 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.

30-015-22466

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. RESERVE ☐ OTHER ☐

2. Name of Operator

Nearburg Producing Company

3. Address of Operator

3300 N A St., Bldg 2, Suite 120, Midland, TX 79705

4. Well Location

Unit Letter G : 1988 Feet From The North Line and 15 Feet From The East Line

Section 22 Township 19S Range 25E 12 NMPM Eddy County

10. Date Spudded

9/25/06

11. Date T.D. Reached

10/6/06

12. Date Compl. (Ready to Prod.)

11/8/06

13. Elevations (DF & RKB, RT, GR, etc.)

3455

14. Elev. Casinghead

15. Total Depth

9484

16. Plug Back T.D.

3876

17. If Multiple Compl. How Many Zones?

18. Intervals Drilled By

Rotary Tools

Cable Tools

19. Producing Interval(s), of this completion - Top, Bottom, Name

2519-3780 (QA)

20. Was Directional Survey Made

Yes

21. Type Electric and Other Logs Run

22. Was Well Cored

No

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

CASING SIZE	WEIGHT LB./FT.	DEPTH SET	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED
13-3/8	48	327	17-1/2	325	NA
8-5/8	32	1200	12-1/4	750	NA
5-1/2	17	3925	7-7/8	800	Surface

24. LINER RECORD

SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN	SIZE	DEPTH SET	PACKER SET
					2-7/8	1964	

25. TUBING RECORD

26. Perforation record (interval, size, and number)

9319-9328 - CIBP @ 9220

7724-7821 - CIBP @ 7630

2519-3780 - 98 holes

27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.

DEPTH INTERVAL	AMOUNT AND KIND MATERIAL USED
2519-3780	4000 gals NEFE HCL Acid, 2000 gals
	7.5% NEFE HCL, 240524# 16/30 brown
	sand, 80120 16/30 Super LLC sand

28. PRODUCTION

Date First Production 11/8/06 Production Method (Flowing, gas lift, pumping - Size and type pump) Pumping Well Status (Prod. or Shut-in) Producing

Date of Test 12/2/06 Hours Tested 24 Choke Size 63 Oil - Bbl. 63 Gas - MCF 0 Water - Bbl. 76 Gas - Oil Ratio NA

Flow Tubing Press. 200 Casing Pressure 63 Calculated 24-Hour Rate 63 Oil - Bbl. 0 Gas - MCF 76 Water - Bbl. 36.8 Oil Gravity - API -(Corr.)

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

NA

Test Witnessed By

B Young

30. List Attachments

C104: Surveys

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

Printed Name

Sarah Jordan

Title

Prod Analyst

Date

12/5/06

E-mail address

sjordan@nearburg.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

Southeastern New Mexico			Northeastern New Mexico	
T. Anhy	T. Canyon	7650	T. Ojo Alamo	T. Penn. "B"
T. Salt	T. Strawn	8180	T. Kirtland-Fruitland	T. Penn. "C"
B. Salt	T. Atoka	8740	T. Pictured Cliffs	T. Penn. "D"
T. Yates	T. Miss	8445	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	3865	T. Entrada	T.
T. Abo	T.		T. Wingate	T.
T. Wolfcamp		6220	T. Chinle	T.
T. Penn	T.	7075	T. Permian	T.
T. Cisco (Bough C)	T.	7240	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
0	710		Surf, Red Beds, Anhy				
710	2310		Anhy, Limestone				
2310	3555		Anhy, Lime, Sandstone				
3555	6200		Lime, Sand				
6200	7250		Lime, Shale				
7250	7660		Shale, Lime				
7660	8735		Shale, Dolo, Lime				
8735	9200		Shale, Lime				
9200	9335		Sand, Lime, Shale				
9335	9440		Shale				
9440	9484		Lime				



Survey Report

Report Date: October 31, 2006	Survey / DLS Computation Method: Minimum Curvature / Lubinski
Client: Nearburg Producing Company	Vertical Section Azimuth: 346.731°
Field: Eddy County, NM	Vertical Section Origin: N 0.000 ft, E 0.000 ft
Structure / Slot: B & B #1 / B & B #1	TVD Reference Datum: RKB
Well: B & B #1	TVD Reference Elevation: 0.0 ft relative to
Borehole: B & B #1	Sea Bed / Ground Level Elevation: 0.000 ft relative to
UWI/API#:	Magnetic Declination: 8.575°
Survey Name / Date: B & B #1_surveys / October 2, 2006	Total Field Strength: 49281.725 nT
Tort / AHD / DDI / ERD ratio: 116.003° / 1729.08 ft / 5.988 / 0.721	Magnetic Dip: 60.539°
Grid Coordinate System: NAD27 New Mexico State Planes, Eastern Zone, US Feet	Declination Date: October 02, 2006
Location Lat/Long: N 32 38 53.609, W 104 28 11.192	Magnetic Declination Model: IGRF 2005
Location Grid N/E Y/X: N 599562.400 ftUS, E 458003.900 ftUS	North Reference: Grid North
Grid Convergence Angle: -0.07360787°	Total Corr Mag North -> Grid North: +8.649°
Grid Scale Factor: 0.99991111	Local Coordinates Referenced To: Well Head

Comments	Measured Depth (ft)	Inclination (deg)	Azimuth (deg)	TVD (ft)	Vertical Section (ft)	NS (ft)	EW (ft)	Closure (ft)	Closure Azimuth (deg)	DLS (deg/100 ft)	Mag / Grav Tool Face (deg)
Tie-In	2000.00	0.57	257.20	1999.90	-12.68	-15.60	-10.90	19.03	214.94	0.00	310.80M
	2026.00	2.50	310.80	2025.89	-12.22	-15.26	-11.46	19.08	216.90	8.50	319.40M
	2057.00	10.20	319.40	2056.68	-9.23	-12.73	-13.76	18.74	227.22	24.96	11.80R
	2089.00	18.50	324.80	2087.65	-1.99	-6.42	-18.54	19.62	250.90	26.24	0.36R
	2120.00	25.30	324.90	2116.40	8.73	3.03	-25.19	25.37	276.86	21.94	15.50L
	2152.00	30.90	321.90	2144.62	22.55	15.10	-34.20	37.38	293.83	18.04	18.35R
	2184.00	36.30	324.90	2171.26	38.81	29.33	-44.72	53.48	303.26	17.65	26.03R
	2215.00	42.00	329.00	2195.30	57.23	45.74	-55.35	71.81	309.57	20.19	29.54R
	2247.00	46.40	332.40	2218.24	78.66	65.20	-66.24	92.95	314.55	15.61	36.46R
	2278.00	49.20	335.10	2239.06	101.04	85.80	-76.38	114.87	318.32	11.10	32.31R
	2310.00	51.70	337.10	2259.44	125.29	108.36	-86.37	138.57	321.44	9.18	40.48R
	2342.00	54.10	339.60	2278.74	150.53	132.08	-95.78	163.15	324.05	9.75	41.31R
	2373.00	56.30	341.90	2296.43	175.85	156.11	-104.16	187.67	326.29	9.35	35.14R
	2405.00	59.00	344.10	2313.55	202.82	181.96	-112.06	213.69	328.37	10.24	32.63R
	2436.00	62.20	346.40	2328.77	229.81	208.07	-118.92	239.66	330.25	12.18	27.07R
	2468.00	65.60	348.30	2342.85	258.54	236.10	-125.21	267.25	332.06	11.89	14.97R
	2499.00	69.10	349.30	2354.78	287.12	264.16	-130.76	294.76	333.66	11.68	1.48L
	2531.00	72.80	349.20	2365.23	317.34	293.88	-136.40	323.99	335.10	11.57	3.18L
	2563.00	76.30	349.00	2373.75	348.15	324.16	-142.23	353.99	336.31	10.95	2.16L
	2594.00	78.90	348.90	2380.41	378.40	353.87	-148.04	383.59	337.30	8.39	5.64R
	2626.00	80.90	349.10	2386.02	409.88	384.80	-154.05	414.49	338.18	6.28	13.30R
	2658.00	83.00	349.60	2390.50	441.53	415.93	-159.90	445.61	338.97	6.74	51.61R
	2691.00	84.90	352.00	2393.98	474.26	448.32	-165.15	477.77	339.78	9.24	HS
	2722.00	87.80	352.00	2395.95	505.06	478.96	-169.45	508.05	340.52	9.35	2.39R
	2754.00	90.20	352.10	2396.51	536.92	510.64	-173.88	539.43	341.20	7.51	18.44R
	2785.00	90.50	352.20	2396.32	567.78	541.35	-178.11	569.90	341.79	1.02	45.00R
	2817.00	90.70	352.40	2395.99	599.63	573.06	-182.40	601.39	342.34	0.88	36.86L
	2849.00	91.50	351.80	2395.37	631.48	604.75	-186.80	632.94	342.84	3.12	98.73L
	2880.00	91.30	350.50	2394.61	662.38	635.37	-191.56	663.62	343.22	4.24	35.52L
	2912.00	92.00	350.00	2393.69	694.30	666.89	-196.98	695.38	343.54	2.69	68.18L
	2943.00	92.20	349.50	2392.56	725.24	697.38	-202.49	726.18	343.81	1.74	81.85L
	2975.00	92.30	348.80	2391.30	757.19	728.78	-208.51	758.02	344.03	2.21	153.45L
	3006.00	91.90	348.60	2390.16	788.15	759.16	-214.58	788.91	344.22	1.44	148.39L
	3070.00	90.60	347.80	2388.77	852.11	821.79	-227.67	852.75	344.52	2.38	90.00R
	3133.00	90.60	348.10	2388.11	915.09	883.40	-240.82	915.64	344.75	0.48	75.96L
	3196.00	90.90	346.90	2387.28	978.08	944.90	-254.45	978.56	344.93	1.96	66.79R
	3259.00	91.20	347.60	2386.13	1041.06	1006.34	-268.35	1041.50	345.07	1.21	84.28L
	3322.00	91.30	346.60	2384.75	1104.05	1067.73	-282.41	1104.45	345.18	1.59	90.00R
	3385.00	91.30	348.20	2383.33	1167.02	1129.20	-296.15	1167.39	345.30	2.54	74.45R
	3449.00	91.80	350.00	2381.59	1230.94	1192.02	-308.25	1231.23	345.50	2.92	HS

3512.00	92.20	350.00	2379.40	1293.80	1254.02	-319.18	1294.00	345.72	0.63	150.25R
3575.00	90.10	351.20	2378.13	1356.64	1316.16	-329.47	1356.77	345.95	3.84	26.57L
3638.00	90.50	351.00	2377.80	1419.46	1378.40	-339.22	1419.52	346.17	0.71	32.46L
3701.00	91.60	350.30	2376.65	1482.30	1440.55	-349.45	1482.33	346.36	2.07	44.98L
3765.00	91.90	350.00	2374.69	1546.15	1503.58	-360.39	1546.16	346.52	0.66	153.44R
3859.00	91.70	350.10	2371.74	1639.95	1596.12	-376.63	1639.95	346.72	0.24	—