

-Submit To Appropriate District Office
State Lease - 6 copies
Fee Lease - 5 copies

District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 West Grand, 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 March 25, 1999

WELL API NO. 30 005 63986

5. Indicate Type of Lease
STATE ☐ FED ☒ IEE

State Oil & Gas Lease No.
N/A

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. Type of Well:
OIL WELL ☐ GAS WELL ☐ DRY ☐ OTHER _____

b. Type of Completion:
NEW ☐ WORK ☐ PLUG ☐ DIFF. ☐
WELL ☒ OVER ☐ DEEPEN ☐ BACK ☐ RESVR. ☐ OTHER _____

2. Name of Operator

McKay Oil Corporation

3. Address of Operator

P.O. Box 2014 Roswell, New Mexico 88202-2014

505-623-4735

7. Lease Name or Unit Agreement Name
Charolette B Fee

JAN 05 2009
OCD-ARTESIA

8. Well No.
#2

9. Pool name or Wildcat

West Pecos ABO Slope

4. Well Location

Unit Letter F. 2130' Feet From The North Line. 1650 Feet From The West Line.

Section 17 Township 6S Range 23E CHAVES County

10. Date Spudded 09/03/2008 11. Date T.D. Reached 09/15/2008 12. Date Compl. (Ready to Prod.) 11/21/2008 13. Elevations (DF& RKB, RT, GR, etc.) 4112' 14. Elev. Casinghead

15. Total Depth 2990' 16. Plug Back T.D. 17. If Multiple Compl. How Many Zones? N/A 18. Intervals Drilled By Rotary Tools x Cable Tools

19. Producing Interval(s), of this completion - Top, Bottom, Name
2952' - 2972' ABO

20. Was Directional Survey Made
NO

21. Type Electric and Other Logs Run
GR, CN/CCL

21. 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
8 5/8"	35# J55	950.63'	12 1/4	1003 sks Class "C"	
3 1/2"	9.3#, CS Hyd	2920'	7 7/8	50 sks Class "C" w2%Calc	

24. LINER RECORD

SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN

25. TUBING RECORD

SIZE	DEPTH SET	PACKER SET

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

2952' - 2972' 2spf (every other foot)

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

DEPTH INTERVAL AMOUNT AND KIND MATERIAL USED

2952' - 2972' Frac'd w/4,017 lbs MeshSand. 39,856lbs 20/40 SandOttawa, & 34,528lbs Super LC(resin coated sand).
Acidize w/4000gal 15% acetic acid

28. PRODUCTION

Date First Production 11/30/08 Production Method (Flowing, gas lift, pumping - Size and type pump) FLOWING Well Status (Prod. or Shut-in) PRODUCING

Date of Test 11/30/08 Hours Tested 4 Choke Size 48/64 Prod'n For Test Period MCF 177 Oil - Bbl 0 Gas - MCF Water - Bbl. 0 Gas - Oil Ratio N/A

Flow Tubing Press. N/A Casing Pressure 100 Calculated 24-Hour Rate MCF 1,062 Oil - Bbl. Gas - MCF Water - Bbl. Oil Gravity - API - (Corr.) N/A

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

Test Witnessed By Jim Robinson

30. List Attachments

Deviation Survey

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 Carol Shanks

Printed Name Carol Shanks

Title Production Analyst

Date 12/30/2008

INSTRUCTIONS

Charolette B Fee #2

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

T. Anhy _____
T. Salt _____
B Salt _____
T. Yates _____
T. 7 Rivers _____
T. Queen _____
T. Grayburg _____
T. San Andres _____
T. Glorieta _____
T. Paddock _____
T. Blinebry _____
T. Tubb -2417' _____
T. Drinkard _____
T. Abo -2877' Pay-2930' _____
T. Wolfcamp _____

T. Penn _____

T. Cisco (Bough C) _____

T. Canyon _____
T. Strawn _____
T. Atoka _____
T. Miss _____
T. Devonian _____
T. Silurian _____
T. Montoya _____
T. Simpson _____
T. McKee _____
T. Ellenburger _____
T. Gr. Wash _____
T. Delaware Sand _____
T. Bone Springs _____
T. YESO -921' _____
T. TD - 2990' _____

T. _____

T. _____

Northwestern New Mexico

T. Ojo Alamo _____
T. Kirtland-Fruitland _____
T. Pictured Cliffs _____
T. Cliff House _____
T. Menefee _____
T. Point Lookout _____
T. Mancos _____
T. Gallup _____
Base Greenhorn _____
T. Dakota _____
T. Morrison _____
T. Todilto _____
T. Entrada _____
T. Wingate _____
T. Chinle _____
T. Permian _____

T. Penn. "B" _____
T. Penn. "C" _____
T. Penn. "D" _____
T. Leadville _____
T. Madison _____
T. Elbert _____
T. McCracken _____
T. Ignacio Oztzte _____
T. Granite _____
T. _____
T. _____
T. _____
T. _____
T. _____
T. _____
T. _____

T. Penn "A" _____
T. _____

OIL OR GAS SANDS OR ZONES

No. 1, fromto.....
No. 2, fromto.....
No. 3, fromto.....
No. 4, fromto.....

IMPORTANT WATER SANDS

Include data on rate of water inflow and elevation to which water rose in hole.

No. 1, fromto.....feet.....
No. 2, fromto.....feet.....
No. 3, fromto.....feet.....

LITHOLOGY RECORD (Attach additional sheet if necessary)

From	To	Thickness In Feet	Lithology	From	To	Thickness In Feet	Lithology
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McKay Drilling Corporation

Roy L. McKay, President

Mailing Address: P.O. Box 2014 Roswell, NM 88202 * Telephone 575 / 623 - 4735

Street Address: One McKay Place Roswell, NM 88201 * Fax No. 575 / 624 - 2202

OIL
&
GAS

December 30, 2008

Bureau of Land Management
Attn: Angel Mayes
2909 W. Second Street
Roswell, NM 88201-2019

RE: Charolette B Fee #2
2130' FNL, 1650' FWL, Unit F, Sec 17, T6S, R23E
Chaves County, New Mexico

Spud 09/03/08

DEVIATION SURVEY

1/4	°	@	250'
1/4	°	@	500'
1/4	°	@	750'
1/2	°	@	1975'
1/2	°	@	2500'
1	°	@	2880'

TD 2990 '

Released Date 09/16/08

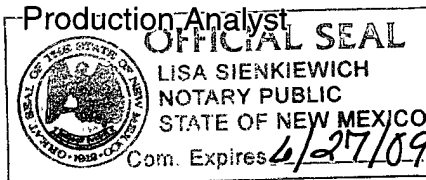
Sincerely,

Carol Shanks

Carol Shanks

Production Analyst

STATE OF NEW MEXICO)
COUNTY OF CHAVES)



The foregoing instrument was Acknowledged before me this 30th day of December, 2008, by the person known to me to be Carol Shanks.

My Commission Expires: 6/27/09
Lisa Sienkiewich
Notary Public