

Appropriate District Office
 Lease - 6 copies
 Lease - 5 copies
 District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 1301 W. 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.
 30-015-33250
 5. Indicate Type of Lease
 STATE FEE
 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 WORK DEEPEN PLUG DIFF.
 WELL OVER BACK RESVR. OTHER

7. Lease Name or Unit Agreement Name
 Forni
RECEIVED

2. Name of Operator
 Gruy Petroleum Management Co.

8. Well No. APR 07 2005
 003

3. Address of Operator
 PO Box 140907; Irving, TX 75014-0907

9. Pool name or Wildcat
 Carlsbad; Morrow, South (Pro-Gas)

4. Well Location
 SHL: Unit Letter E : 1980 Feet From The North Line and 660 Feet From The West Line
 Section 15 Township 22S Range 27E NMPM County Eddy

10. Date Spudded 10-11-04
 11. Date T.D. Reached 11-10-04
 12. Date Compl. (Ready to Prod.) 03-01-05
 13. Elevations (DF& RKB, RT, GR, etc.) 3090' GR
 14. Elev. Casinghead

15. Total Depth 11927'
 16. Plug Back T.D. 11780'
 17. If Multiple Compl. How Many Zones?
 18. Intervals Drilled By Rotary Tools Rotary
 Cable Tools

19. Producing Interval(s), of this completion - Top, Bottom, Name 11780' - 11814'
 20. Was Directional Survey Made Yes

21. Type Electric and Other Logs Run Neutron, Laterolog, Cement Bond
 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" J-55	54.5	400'	17-1/2"	400sx Prem circ 103sx	
9-5/8" NS-110HC	40	3022'	12-1/4"	850sx IntC/Prem circ 105sx	
5-1/2" P-110HC	17	11925'	8-3/4"	2345sx IntH/SupH/IntC/Prem TOC surf.	

24. LINER RECORD

SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN	SIZE	DEPTH SET	PACKER SET
					2-7/8"	11472'	11472'

25. TUBING RECORD

26. Perforation record (interval, size, and number)	27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.
	DEPTH INTERVAL
	AMOUNT AND KIND MATERIAL USED
11768' - 11814' 4JSPF 76 Holes Set CIBP @ 11780' w/ 35' cement	11768' - 11814' 35621gal foam CO2+Meth/50000# Versaprop
11692' - 11696' 4JSPF 16 Holes	11680' - 11718' 24402gal foam CO2+Meth/45000# Sinter Ball 16/30
11680' - 11718' 4JSPF 32 Holes	

28. PRODUCTION

Date First Production	Production Method (Flowing, gas lift, pumping - Size and type pump)	Well Status (Prod. or Shut-in)					
01-18-05	Flowing	Producing					
Date of Test	Hours Tested	Choke Size	Prod'n For Test Period	Oil - Bbl	Gas - MCF	Water - Bbl.	Gas - Oil Ratio
03-07-05	24	48/64		0	817	210	N/A
Flow Tubing Press.	Casing Pressure	Calculated 24-Hour Rate	Oil - Bbl.	Gas - MCF	Water - Bbl.	Oil Gravity - API - (Corr.)	
350	70		0	817	210	N/A	

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

30. List Attachments
 Deviation Summary, C-102

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 Natalie Krueger Printed Name Natalie Krueger Title Regulatory Analyst Date April 6, 2005
 E-mail Address nkrueger@magnumhunter.com

DISTRICT I
 Box 1980, Hobbs, NM 88241-1980

State of New Mexico
 Energy, Minerals and Natural Resources Department

Form C-102
 Revised February 10, 1994
 Submit to Appropriate District Office
 State Lease - 4 Copies
 Fee Lease - 3 Copies

DISTRICT II
 P.O. Drawer DD, Artesia, NM 88211-0719

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

DISTRICT IV
 P.O. BOX 2088, SANTA FE, N.M. 87504-2088

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

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-33250	Pool Code	Pool Name Carlsbad; Morrow, South (Pro-Gas)
Property Code	Property Name FORNI	Well Number 3
OGRID No. 162683	Operator Name GRUY PETROLEUM MANAGEMENT COMPANY	Elevation 3090'

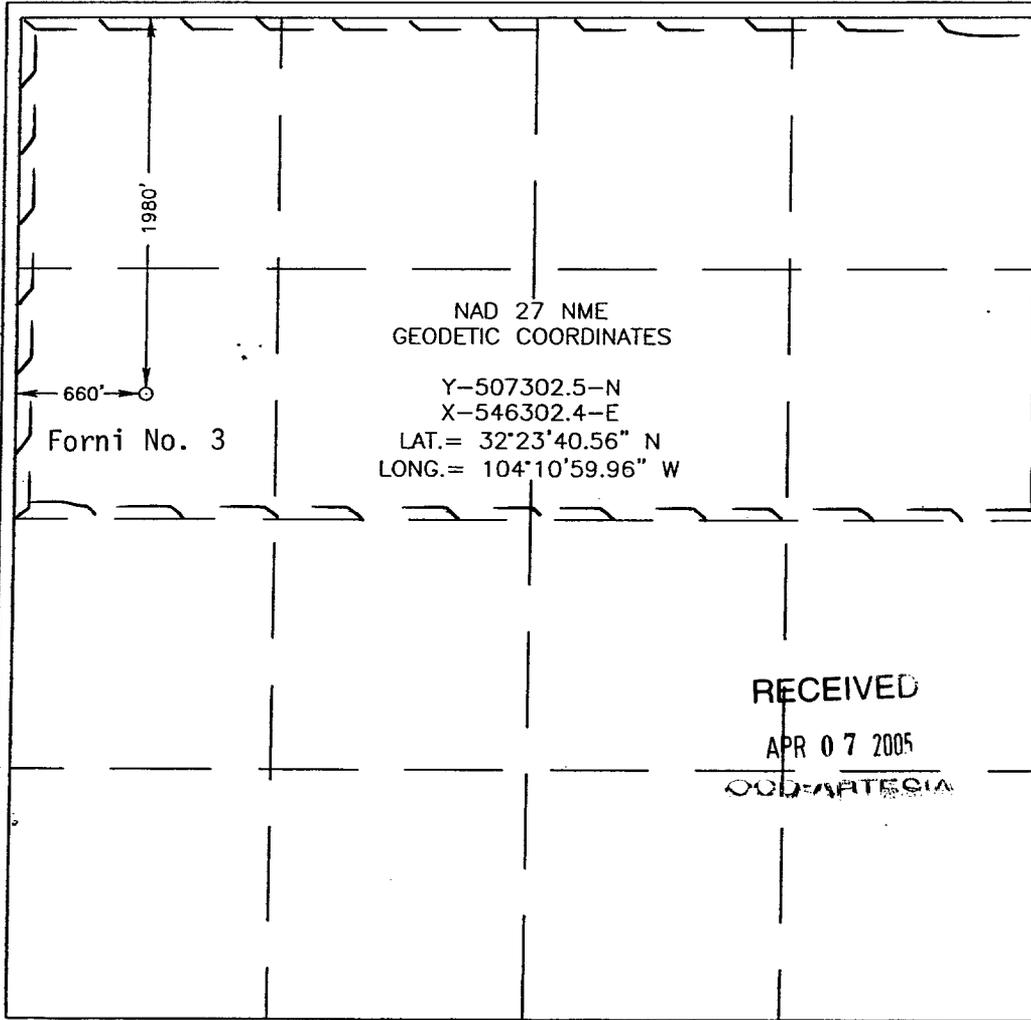
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
E	15	22 S	27 E		1980	NORTH	660	WEST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres 320	Joint or Infill Y	Consolidation Code	Order No.						

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



OPERATOR CERTIFICATION

I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.

Zeno Farris
 Signature

Zeno Farris
 Printed Name

Manager Operations Admin.
 Title

April 6, 2005
 Date

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision and that the same is true and correct to the best of my belief.

JANUARY 29, 2004
 Date Surveyed LMP

Signature & Seal of Professional Surveyor
Gary E. Edson 2/5/04
 04.11.0101

Certificate No. GARY EDSON 12841

RECEIVED
 APR 07 2005
 OGD-ARTESIA

OPERATOR: GRUY PETROLEUM
WELL/LEASE: FORNI #3
COUNTY: EDDY, NM

046-0029

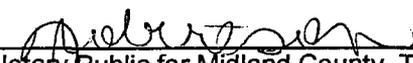
STATE OF NEW MEXICO
DEVIATION REPORT

167	3/4
400	1
648	2 1/2
806	1 3/4
1,026	2 1/2
1,280	1
1,597	1 3/4
2,037	1 1/4
2,510	1/4
3,022	1/2
3,505	3/4
4,005	1/2
4,512	1/2
5,012	1/2
5,513	1
5,999	1
6,499	3
6,703	2 1/2
6,943	3/4
7,289	3/4
7,772	1/2
8,275	1
8,548	1 1/4
9,039	1 1/4
9,539	1 3/4
10,041	2
10,541	1/4
11,042	1
11,542	3/4
11,885	3/4

By: 

STATE OF TEXAS
COUNTY OF MIDLAND

The foregoing instrument was acknowledged before me on December 3rd, 2004, by
Steve Moore on behalf of Patterson-UTI Drilling Company LP, LLLP.


Notary Public for Midland County, Texas
My Commission Expires: 8/23/2007

