

|                                                                                                                                                                                                                                                                                                          |                                                                                                                                                                                       |                                                                                                                                                                                                                                                                              |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Submit To Appropriate District Office<br>Two Copies<br><b>District I</b><br>1625 N French Dr, Hobbs, NM 88240<br><b>District II</b><br>811 S First St, Artesia, NM 88210<br><b>District III</b><br>1000 Rio Brazos Rd, Aztec, NM 87410<br><b>District IV</b><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 August 1, 2011<br><br>1. WELL API NO.<br><b>30-015-40398</b><br>2. Type of Lease<br><input type="checkbox"/> STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> FED/INDIAN<br>3. State Oil & Gas Lease No. <b>B-7717-13</b> |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

**WELL COMPLETION OR RECOMPLETION REPORT AND LOG**

|                                                                                                                                                                                                                                                                                                                                                                                          |          |                                  |                                                         |                                   |     |                                                                                                                                                                 |          |                                                    |          |        |  |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------|----------------------------------|---------------------------------------------------------|-----------------------------------|-----|-----------------------------------------------------------------------------------------------------------------------------------------------------------------|----------|----------------------------------------------------|----------|--------|--|
| 4. Reason for filing<br><br><input checked="" type="checkbox"/> <b>COMPLETION REPORT</b> (Fill in boxes #1 through #31 for State and Fee wells only)<br><br><input type="checkbox"/> <b>C-144 CLOSURE ATTACHMENT</b> (Fill in boxes #1 through #9, #15 Date Rig Released and #32 and/or #33; attach this and the plat to the C-144 closure report in accordance with 19.15 17.13 K NMAC) |          |                                  |                                                         |                                   |     | 5. Lease Name or Unit Agreement Name<br>San Lorenzo 22-27 LE Fee<br>6. Well Number. 1H                                                                          |          |                                                    |          |        |  |
| 7. Type of Completion<br><input checked="" type="checkbox"/> NEW WELL <input type="checkbox"/> WORKOVER <input type="checkbox"/> DEEPENING <input type="checkbox"/> PLUGBACK <input type="checkbox"/> DIFFERENT RESERVOIR <input type="checkbox"/> OTHER                                                                                                                                 |          |                                  |                                                         |                                   |     | <div style="border: 2px solid black; padding: 10px; display: inline-block;"> <b>RECEIVED</b><br/><br/> <b>SEP 05 2012</b><br/><br/> <b>NMOCD ARTESIA</b> </div> |          |                                                    |          |        |  |
| 8. Name of Operator<br>Mewbourne Oil Company<br>10. Address of Operator<br>PO Box 5270<br>Hobbs, NM 88241                                                                                                                                                                                                                                                                                |          |                                  |                                                         |                                   |     |                                                                                                                                                                 |          |                                                    |          |        |  |
| 12. Location                                                                                                                                                                                                                                                                                                                                                                             | Unit Ltr | Section                          | Township                                                | Range                             | Lot | Feet from the                                                                                                                                                   | N/S Line | Feet from the                                      | E/W Line | County |  |
| Surface:                                                                                                                                                                                                                                                                                                                                                                                 | L        | 22                               | 25S                                                     | 28E                               |     | 2260                                                                                                                                                            | South    | 380                                                | West     | Eddy   |  |
| BH:                                                                                                                                                                                                                                                                                                                                                                                      | E        | 27                               | 25S                                                     | 27E                               |     | 2364                                                                                                                                                            | North    | 391                                                | West     | Eddy   |  |
| 13. Date Spudded<br>06/30/12                                                                                                                                                                                                                                                                                                                                                             |          | 14. Date T.D Reached<br>07/23/12 |                                                         | 15. Date Rig Released<br>07/25/12 |     | 16. Date Completed (Ready to Produce)<br>08/21/12                                                                                                               |          | 17. Elevations (DF and RKB, RT, GR, etc ) 2977' GL |          |        |  |
| 18. Total Measured Depth of Well<br>12579' (MD) 8169' (TVD)                                                                                                                                                                                                                                                                                                                              |          |                                  | 19. Plug Back Measured Depth<br>12450' (MD) 8165' (TVD) |                                   |     | 20. Was Directional Survey Made?<br>Yes                                                                                                                         |          | 21. Type Electric and Other Logs Run<br>Gyro/GR    |          |        |  |
| 22. Producing Interval(s), of this completion - Top, Bottom, Name<br>8538' MD (8181' TVD) - 12450' MD (8165' TVD) Bone Springs                                                                                                                                                                                                                                                           |          |                                  |                                                         |                                   |     |                                                                                                                                                                 |          |                                                    |          |        |  |

| 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#            | 405'                | 17 1/2"   | 440              | Surface       |
| 9 5/8"                                             | 36#            | 2538'               | 12 1/4"   | 950              | Surface       |
| 7"                                                 | 26#            | 8450' MD (8181'TVD) | 8 3/4"    | 1000             | Surface       |
|                                                    |                |                     |           |                  |               |
|                                                    |                |                     |           |                  |               |

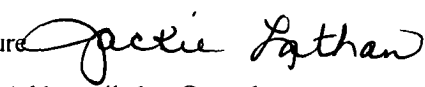
| 24. LINER RECORD                                                                                                    |                                                                                                     |             |              | 25. TUBING RECORD                                                                                                                                                                                                                                                                                                                                                                                                              |        |           |            |                |                               |                   |                                                                                                     |  |  |  |  |
|---------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------|-------------|--------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------|-----------|------------|----------------|-------------------------------|-------------------|-----------------------------------------------------------------------------------------------------|--|--|--|--|
| SIZE                                                                                                                | TOP                                                                                                 | BOTTOM      | SACKS CEMENT | SCREEN                                                                                                                                                                                                                                                                                                                                                                                                                         | SIZE   | DEPTH SET | PACKER SET |                |                               |                   |                                                                                                     |  |  |  |  |
| 4 1/2"                                                                                                              | 8215' (MD)                                                                                          | 12450' (MD) | NA           |                                                                                                                                                                                                                                                                                                                                                                                                                                | 2 7/8" | 7917'     | 7812'      |                |                               |                   |                                                                                                     |  |  |  |  |
|                                                                                                                     | 8122' (TVD)                                                                                         | 8165' (TVD) |              |                                                                                                                                                                                                                                                                                                                                                                                                                                |        |           |            |                |                               |                   |                                                                                                     |  |  |  |  |
| 26. Perforation record (interval, size, and number)<br><br>20 Ports<br>8538' MD (8181' TVD) - 12450' MD (8165' TVD) |                                                                                                     |             |              | 27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.<br><table border="1" style="width:100%; border-collapse: collapse;"> <tr> <th>DEPTH INTERVAL</th> <th>AMOUNT AND KIND MATERIAL USED</th> </tr> <tr> <td>8538' - 12450' MD</td> <td>Frac w/332,000 gals 20# Gel &amp; 1,180,000 Gal 20 XL carrying 1,639,250# 20/40 sand &amp; 372,880 SB Excel</td> </tr> <tr><td> </td><td> </td></tr> <tr><td> </td><td> </td></tr> </table> |        |           |            | DEPTH INTERVAL | AMOUNT AND KIND MATERIAL USED | 8538' - 12450' MD | Frac w/332,000 gals 20# Gel & 1,180,000 Gal 20 XL carrying 1,639,250# 20/40 sand & 372,880 SB Excel |  |  |  |  |
| DEPTH INTERVAL                                                                                                      | AMOUNT AND KIND MATERIAL USED                                                                       |             |              |                                                                                                                                                                                                                                                                                                                                                                                                                                |        |           |            |                |                               |                   |                                                                                                     |  |  |  |  |
| 8538' - 12450' MD                                                                                                   | Frac w/332,000 gals 20# Gel & 1,180,000 Gal 20 XL carrying 1,639,250# 20/40 sand & 372,880 SB Excel |             |              |                                                                                                                                                                                                                                                                                                                                                                                                                                |        |           |            |                |                               |                   |                                                                                                     |  |  |  |  |
|                                                                                                                     |                                                                                                     |             |              |                                                                                                                                                                                                                                                                                                                                                                                                                                |        |           |            |                |                               |                   |                                                                                                     |  |  |  |  |
|                                                                                                                     |                                                                                                     |             |              |                                                                                                                                                                                                                                                                                                                                                                                                                                |        |           |            |                |                               |                   |                                                                                                     |  |  |  |  |

| 28. PRODUCTION                                                     |                         |                                                                                 |                               |                  |                                             |                                        |                        |
|--------------------------------------------------------------------|-------------------------|---------------------------------------------------------------------------------|-------------------------------|------------------|---------------------------------------------|----------------------------------------|------------------------|
| Date First Production<br>08/21/12                                  |                         | Production Method (Flowing, gas lift, pumping - Size and type pump)<br>Gas Lift |                               |                  | Well Status (Prod. or Shut-in)<br>Producing |                                        |                        |
| Date of Test<br>08/23/12                                           | Hours Tested<br>24 hrs  | Choke Size<br>NA                                                                | Prod'n For Test Period 24 hrs | Oil - Bbl<br>217 | Gas - MCF<br>105                            | Water - Bbl.<br>2454                   | Gas - Oil Ratio<br>484 |
| Flow Tubing<br>Press 300                                           | Casing Pressure<br>1100 | Calculated 24-Hour Rate                                                         | Oil - Bbl.<br>217             | Gas - MCF<br>105 | Water - Bbl<br>2454                         | Oil Gravity - API - (Corr )<br>27.6    |                        |
| 29. Disposition of Gas (Sold, used for fuel, vented, etc.)<br>Sold |                         |                                                                                 |                               |                  |                                             | 30. Test Witnessed By<br>Nick Thompson |                        |

|                                                                                                                            |           |
|----------------------------------------------------------------------------------------------------------------------------|-----------|
| 31. List Attachments<br>C104, Deviation Survey, completion sundry, Directional Survey, Gyro log, C102 & C-144 CLEZ closure |           |
| 32. If a temporary pit was used at the well, attach a plat with the location of the temporary pit.                         |           |
| 33. If an on-site burial was used at the well, report the exact location of the on-site burial                             |           |
| Latitude                                                                                                                   | Longitude |

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

Jackie Lathan Printed

Signature  Name Hobbs Regulatory Title 09/04/12 Date

E-mail Address: jlathan@mewbourne.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 and not later than 60 days after completion of closure. When submitted as a completion report, this 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 11, 12 and 26-31 shall be reported for each zone.

INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE

| Southeastern New Mexico |                       | Northwestern New Mexico |                  |
|-------------------------|-----------------------|-------------------------|------------------|
| T. Anhy                 | T. Cherry Canyon 3413 | T. Ojo Alamo            | T. Penn A"       |
| T. Salt 967             | T. Strawn             | T. Kirtland             | T. Penn. "B"     |
| B. Salt 2328            | T. Atoka              | T. Fruitland            | T. Penn. "C"     |
| T. Delaware 2522        | T. Miss               | T. Pictured Cliffs      | T. Penn. "D"     |
| T. 7 Rivers             | T. Devonian           | T. Cliff House          | T. Leadville     |
| T. Queen                | T. Silurian           | T. Menefee              | T. Madison       |
| T. Grayburg             | T. Montoya            | T. Point Lookout        | T. Elbert        |
| T. Rustler 864          | T. Simpson            | T. Mancos               | T. McCracken     |
| T. Yates                | T. McKee              | T. Gallup               | T. Ignacio Otzte |
| T. Seven Rivers         | T. Ellenburger        | Base Greenhorn          | T. Granite       |
| T. Blinebry             | T. Gr. Wash           | T. Dakota               |                  |
| T. Tubb                 | T. Delaware Sand      | T. Morrison             |                  |
| T. Drinkard             | T. Bone Springs 6214  | T. Todilto              |                  |
| T. Abo                  | T.                    | T. Entrada              |                  |
| T. Wolfcamp             | T.                    | T. Wingate              |                  |
| T. Penn                 | T. 12504' TD (MD)     | T. Chinle               |                  |
| T. Brushy Canyon 4665   | T. 8093' TD (TVD)     | T. Permian              |                  |

## 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 |
|------|----|----------------------|-----------|
|      |    |                      |           |