Form C-105 Submit To Appropriate District Office State of New Mexico State Lease - 6 copies Revised March 25, 1999 Energy, Minerals and Natural Resources Fee Lease - 5 copies WELL API N District I 1625 N. French Dr., Hobbs, NM 87240 30-015-00211 OIL CONSERVETION FOR WIDON District II 5. Indicate Type of Lease 2040 South Pacheco ARTESIA 811 South First, Artesia, NM 87210 STATE LI FEE District III 1000 Rio Brazos Rd., Aztec, NM 87410 State Oil & Gas Lease No. Santa Fe, NM 87505 District IV 2040 South Pacheco, Santa Fe, NM 87505 WELL COMPLETION OR RECOMPLETION REPORT AND ST 7. Lease Name or Unit Agreement Name la. Type of Well: OIL WELL GAS WELL X DRY OTHER b. Type of Completion: PLUG WORK DEEPEN DIFF. West Dayton WELL -OTHER Re-Entry BACK 8. Well No. 2. Name of Operator Read & Stevens, Inc. 9. Pool same or Wildcay 3. Address of Operator Roswell, New Mexico 88202-1518 P. O. Box 1518 4. Well Location East 990 Feet From The South Line and 990 Feet From The_ Unit Letter **Eddy** NMPM County 26E Range 19 Township Section 13. Elevations (DF& RKB, RT, GR, etc.) 14. Elev. Casinghead 12. Date Compl. (Ready to Prod.) 10. Date Spudded 11. Date T.D. Reached 3,442' GR 6 - 22 - 015-5-01 4-25-01 Cable Tools 18. Intervals Rotary Tools 17. If Multiple Compl. How Many 16. Plug Back T.D 15. Total Depth Drilled By Zones? **A11** <u>1,</u>737' 1,782 19 Producing Interval(s), of this completion - Top, Bottom, Name 1,470 -88 & 1,506 -26 1,306 -14 San Andres Yeso Assoc 20. Was Directional Survey Made No 22. Was Well Cored 21. Type Electric and Other Logs Run No GR/CBL/CCL CASING RECORD (Report all strings set in well) 23. AMOUNT PULLED CEMENTING RECORD HOLE SIZE DEPTH SET WEIGHT LB./FT. CASING SIZE Surface 12 1/4" 810 sx 1,289' 24# 8 5/8" 250 sx Class C 7/8" 1,782 11.6# 4 1/2" TUBING RECORD 25 LINER RECORD 24 PACKER SET DEPTH SET SIZE SACKS CEMENT | SCREEN BOTTOM SIZE TOP 2 3/8" 1.569' 1.569' 27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC. 26. Perforation record (interval, size, and number) AMOUNT AND KIND MATERIAL USED DEPTH INTERVAL 1,470'-88' 1500 gal 15% NEFe w/ 80,000# 470'-1,526' Total of 78 holes 1,506'-26' 16/30 sand 30# x-linked gel 1,306'-14' Total of 17 holes 1,306'-1,314' 1000 gal 15% NEFe RBP 1,345 **PRODUCTION** Well Status (Prod. or Shut-in) Production Method (Flowing, gas lift, pumping - Size and type pump) Date First Production Shut-in **Flowing** 6-1-01 Gas - Oil Ratio Water - Bbl. Gas - MCF Oil - Bbl Prod'n For Choke Size Date of Test Hours Tested Test Period 10 Trace 16/64 7/11/01 Oil Gravity - API - (Corr.) Water - Bbl. Gas - MCF Calculated 24-Oil - Bbl. Flow Tubing Casing Pressure Hour Rate Press 240 Trace Pkr 253 Test Witnessed By 29 Disposition of Gas (Sold, used for fuel, vented, etc.) Will Palmer Waiting on pipeline connection

Deviation survey & logs previously sent to OCD. Form C-122

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 May

30. List Attachments

Name John C. Maxey, Jr Title Operations Manager

Date 7-11-01