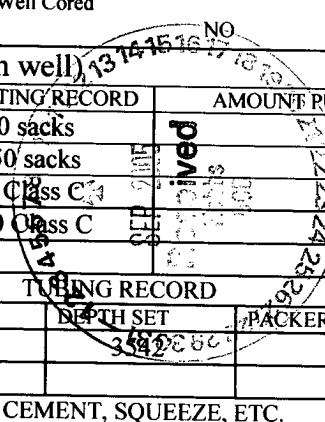
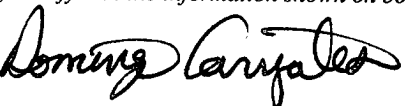


Submit To Appropriate District Office State Lease - 6 copies Fee Lease - 5 copies District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505		State of New 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. 30-025-09645		5. Indicate Type of Lease STATE ☐ FEE ☒ Lease State Oil & Gas Lease No. NM0321613	
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 LC0325928	
2. Name of Operator SDG Resources L. P.				8. Well No. Cooper Jal Unit # 121	
3. Address of Operator P. O. Box 1390 Montrose, CO 81402				9. Pool name or Wildcat JALMAT: Tansill, Yates & 7-Rivers; LANGLEIE MATTIX: 7-Rivers & Queen	
4. Well Location Unit Letter <u> N </u> <u> 990 </u> Feet From The <u> NORTH </u> Line and <u> 1650 </u> Feet From The <u> EAST </u> Line Section <u> 24 </u> Township <u> 24-S </u> Range <u> 36-E </u> NMPM LEA County					
10. Date Spudded 12/08/48		11. Date T.D. Reached 1/02/49		12. Date Compl. (Ready to Prod.) 1/12/49	
13. Elevations (DF& RKB, RT, GR, etc.) 3,314' KB		14. Elev. Casinghead		15. Total Depth 3,760'	
16. Plug Back T.D. 3,760'		17. If Multiple Compl. How Many Zones? <u> 2 </u>		18. Intervals Drilled By Rotary Tools Rotary Tools Cable Tools	
19. Producing Interval(s), of this completion - Top, Bottom, Name Yates - 3006', Seven Rivers - 3239', Queen - 3600'					20. Was Directional Survey Made NO
21. Type Electric and Other Logs Run GRN/CNL					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"	68	30'	17 1/2"	30 sacks	
9 5/8"	40	1,179'	12 1/4"	550 sacks	
7"	20	3,017'	8 5/8"	350 Class C	
4 1/2"	10.5	2,966'-3,560'	6 1/8"	700 Class C	
24. LINER RECORD					
SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN	PACKER SET
25. TUBING RECORD					
SIZE	DEPTH SET	PACKER SET			
2 7/8"	3,542' C.C.				
26. Perforation record (interval, size, and number) Queen: Open Hole 3600'-3750' Seven Rivers: Perfs (3239'-3600') Yates: Perfs (3018'-3239')					
27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC. DEPTH INTERVAL AMOUNT AND KIND MATERIAL USED Langlie Mattix Frac'd w/ 30# X-L + 59,925# 16/30 Jalmat Slick Water Frac'd w/ slick water. Plus 15,000# 16/30 mesh sand.					
28. PRODUCTION					
Date First Production July 30, 2005		Production Method (Flowing, gas lift, pumping - Size and type pump) Pumping - Progressive Cavity Pump		Well Status (Prod. or Shut-in) Producer	
Date of Test June 5, 2005	Hours Tested 24 hours	Choke Size N/A	Prod'n For Test Period	Oil - Bbl 25	Gas - MCF 20.
Flow Tubing Press.	Casing Pressure 10 psig	Calculated 24-Hour Rate	Oil - Bbl 25	Gas - MCF 20.	Water - Bbl. 85
			Oil Gravity - API - (Corr.) 35.7		
29. Disposition of Gas (Sold, used for fuel, vented, etc.)					Test Witnessed By
30. List Attachments					
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 		Printed Name Domingo Carrizales		Title Sr. Petroleum Engineer	
E-mail Address Domingo@sdgresources.com		Date 09/06/05			

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		Northwestern New Mexico	
T. Anhy	T. Canyon	T. Ojo Alamo	T. Penn. "B"
T. Salt	T. Strawn	T. Kirtland-Fruitland	T. Penn. "C"
B. Salt	T. Atoka	T. Pictured Cliffs	T. Penn. "D"
T. Yates 3006'	T. Miss	T. Cliff House	T. Leadville
T. 7 Rivers 3229'	T. Devonian	T. Menefee	T. Madison
T. Queen 3600'	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. Blinebry	T. Gr. Wash	T. Morrison	T.
T. Tubb	T. Delaware Sand	T. Todilto	T.
T. Drinkard	T. Bone Springs	T. Entrada	T.
T. Abo	T.	T. Wingate	T.
T. Wolfcamp	T.	T. Chinle	T.
T. Penn	T.	T. Permian	T.
T. Cisco (Bough C)	T.	T. Penn "A"	T.

OIL OR GAS SANDS OR ZONES

No. 1, from.....3018'.....to..... 3239'.....

No. 2, from.....3239'to.3600'

No. 3, from.....3600'.....to...3750'.....

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... Water sands were not apparent while drilling with Rotary. feet.....

No. 2, from to feet.

No. 3, from.....to.....feet.....feet.....

LITHOLOGY RECORD (Attach additional sheet if necessary)

LITHOLOGICAL RECORD (Attach additional sheet if necessary)			
From	To	Thickness In Feet	Lithology

WELLBORE SCHEMATIC AND HISTORY

CURRENT COMPLETION SCHEMATIC		LEASE NAME Cooper Jal Unit		WELL NO. 121																																														
Surface Csg Hole Size: 17 1/2 in Csg. Size: 13 3/8 in Set @: 30 ft Sxs Cmt: 30 Circ: Yes TOC @: surf TOC by: circ Intermediate Csg Hole Size: 12 1/4 in Csg. Size: 9 5/8 in Set @: 1179 ft Sxs Cmt: 550 Circ: Yes TOC @: surf TOC by: circ Production Liner Hole Size: 4 3/4 in Csg. Size: 4 1/2 in Top: 2968 ft Btm: 3560 ft Sxs Cmt: 700 Circ: Yes TOC @: TOL TOC by: circ Production Csg. Hole Size: 8 5/8 in Csg. Size: 7 in Set @: 3017 ft Sxs Cmt: 350 Circ: No TOC @: 685 f / surf. TOC by: calc. 3018' 1 spf 3161' 3216' 1 spf 3292' 3423' 3432' 3434' 1 spf 3458' 3472' 1 spf 3490' 3500' 3512' 3522' OH ID: 6 1/4" in. PBTD: 3750 ft TD: 3750 ft OH ID: 3 7/8"		STATUS: Active Oil LOCATION: 990 FNL & 1650 FEL, Sec 24, T - 24S, R - 36E; Lee County, New Mexico SPUD DATE: TD 3750 KB 3,314' DF INT. COMP. DATE: 01/22/49 PBTD 3750 GL 3,303' ELECTRIC LOGS: GR-N from 2720 - 3520' (12-27-48 Lane Wells) GR-N from 2800 - 3556' (1-29-75 McCullough) Yates @ 3018 7 Rivers @ 3240' GEOLOGICAL DATA CORES, DST'S or MUD LOGS: HYDROCARBON BEARING ZONE DEPTH TOPS:																																																
		CASING PROFILE SURF. 13 3/8" - 688' J-55 set @ 30' Cmt'd w/30 sxs - circ cmt to surf. INTR. 9 5/8" - 408' J-55 set @ 1179' Cmt'd w/550 sxs - circ cmt to surf PROD. 7" - 208' J-55 set @ 3017' Cmt'd w/350 sxs - TOC @ 685' from surf by calc LINER 4 1/2" - 10.58' H-40 set from 2966 - 3560'. Cmt'd w/700 sxs - circ cmt through TOL																																																
		CURRENT PERFORATION DATA CSG. PERFS: OPEN HOLE: Jalmat 3018', 3024', 3027', 3032', 3045', 3048', 3065', 3068', 3073', 3077', 3099', 3102', 3104', 3123', 3125', 3127', 3142', 3145', 3177', 3179', 3181', 3215', 3218', 3221', 3223', 3232', 3234', 3226', 3281', 3283', 3287', & 3292' 1 spf 33 holes. 3560'-3750' Langlie Mattix 3423' set CIBP @ 3400' w/ 35' cmt on top - 12/97. 3432', 3434', 3458'-72' (16 holes), 3490'-3500' (11 holes), 3512'-22' (11 holes)																																																
		<table border="1" style="width:100%; border-collapse: collapse;"><thead><tr><th colspan="2" style="text-align: left;">TUBING DETAIL</th><th colspan="2" style="text-align: left;">ROD DETAIL</th></tr><tr><th colspan="2" style="text-align: left;">6/1/2006</th><th colspan="2" style="text-align: left;">08/12/06</th></tr><tr><th>Length (ft)</th><th>Detail</th><th>Length (ft)</th><th>Detail</th></tr></thead><tbody><tr><td>2714</td><td>86 2 7/8" 6.5#, J-55, Super Max tbg.</td><td>16</td><td>22" x 1 1/4" polish rod w/ 7/8" pin</td></tr><tr><td>3</td><td>1 4 1/2" x 2 7/8" TAC</td><td>0</td><td>1 1/4" x 1 1/2" x 14" liner</td></tr><tr><td>790</td><td>26 2 7/8" 6.5#, J-55, Super Max tbg.</td><td>2</td><td>2" - 7/8" pony rod</td></tr><tr><td>1</td><td>1 2 7/8" SN</td><td>1525</td><td>81 7/8" KD rods (new)</td></tr><tr><td>4</td><td>1 2 7/8" Perf Sub</td><td>1800</td><td>72 3/4" steel rods</td></tr><tr><td>30</td><td>1 2 3/8" 4.7#, J-55, 8rd EL</td><td>150</td><td>8 1 1/4" K-Bars</td></tr><tr><td>3542</td><td></td><td>14</td><td>1 2" x 1 1/4" X 14" RHBC rod pmp (right hand release)</td></tr><tr><td></td><td></td><td>0</td><td>1 1/4" x 8" Sand Screen 25 slot</td></tr><tr><td></td><td></td><td>3507</td><td></td></tr></tbody></table>			TUBING DETAIL		ROD DETAIL		6/1/2006		08/12/06		Length (ft)	Detail	Length (ft)	Detail	2714	86 2 7/8" 6.5#, J-55, Super Max tbg.	16	22" x 1 1/4" polish rod w/ 7/8" pin	3	1 4 1/2" x 2 7/8" TAC	0	1 1/4" x 1 1/2" x 14" liner	790	26 2 7/8" 6.5#, J-55, Super Max tbg.	2	2" - 7/8" pony rod	1	1 2 7/8" SN	1525	81 7/8" KD rods (new)	4	1 2 7/8" Perf Sub	1800	72 3/4" steel rods	30	1 2 3/8" 4.7#, J-55, 8rd EL	150	8 1 1/4" K-Bars	3542		14	1 2" x 1 1/4" X 14" RHBC rod pmp (right hand release)			0	1 1/4" x 8" Sand Screen 25 slot		
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WELL HISTORY SUMMARY 22-Jan-49 Initial completion interval: 3017 - 3520' (Yates/7 RVRS/QUEEN - OH). Acd'd w/500 gals 20% HCL & jet shot 3025 - 3470'. IP=30 bpd, 0 bwpd & 45 Mcftgpd (Flowing) 01-Jan-55 C/O to 3505'. Frac OH w/10,000 gals oil & 10,000#s sand in 2 stages diverting w/500#s rock salt. 15-Jan-73 Tag fill @ 3126' (394' of fill) 23-Feb-73 C/O fill to TD 08-Jul-74 Tag fill @ 3040' (480' of fill). C/O to 3520'. Deepened well to 3560'. After WO: 59 bopd & 29 bwpd. Before WO: 49 bopd & 18 bwpd 25-Jan-75 C/O fill 03075 - 3555'. Set 4 1/2" liner. Sqz'd TOL w/ 300 sxs cmt. Perf'd w/ 1 spf 3423' (1 hole), 3432' (1 hole), 3434' (1 hole), 3458 - 72' (16 holes), 3490 - 3500' (11 holes), 3512 - 22' (11 holes). Acd'd all perfs w/2,500 gals 15% HCl using 72 ball sealers. AIR=20 bpm @ 1500 psi. Frac'd w/40,000 gals trid wtr, 30,000#s 20/40 sand, 12,000# 10/20 sand dropping 25 ball sealers. AIR=20 bpm @ 2600 psi. C/O frac sand from 3510-40'. 25-Sep-75 C/O fill from 3480 - 3560'. Acd'd w/1,500 gals and scale sqz'd. 10-Jan-78 Set RBP @ 3329'. Test RBP. OK. Perf'd w/ 1 spf from 3018'-3292'. Set pkr @ 2985' & acd'd all perfs w/ 4,000 gals 15% HCL dropping 49 ballsealers. AIR=4.5 bpm @ 1500 psi. ISIP=600 psi. P15min=vac. Frac in 3 equal stages: 40,000 gals, 31,500#s 20/40 sand, 9,000#s 10/20 sand dropping 20 ballsealers. AIR=20 bpm @ 2212 psi. ISIP=740 psi, P5min=620 psi, P15min=600 psi. SIWFN. C/O to 3539'. POOH w/ RBP. Placed well on production. IP=30 bopd & 266 bwpd. 11-Feb-87 Tag fill @ 3511' (49' of fill) 29-Dec-87 Set CIBP @ 3400' and dmp 35' cmt on top. PBTD @ 3365'. Ran prod equipment. IP=13 bopd, 24 bwpd & 11 Mcftgpd 14-May-98 Installed rods/pmp. Hydrotest tbg. 8-Nov-02 Laid down 6 3/4" pitted rods & 5 pitted jts of tubing. Hydrotest tubing in hole. Found 1 hole in jt above SN. Change out pump. 4-Sep-03 POOH with rods, pump, and tubing string. Hydrotest tubing in hole - found hole in joint above the pump. Placed well on production. 3-May-05 Tagged at 3,324'. Drilled cement, drilled and cut over CIBP at 3,403'. Pushed CIBP to 3,501', recovered drag springs slip, slip segment & metal. Made 12 bit (Cute-Rite, Shoe, Core & Mill Tooth) trips to drill and cleaned out to new formation below 4 1/2" liner shoe. Recovered scale, pieces of metal, cast iron, iron sulfide and 6 1/2" bit cone from the original open hole @ 3,564'. Two more bottom bit trips to drilled to new TD at 3,760'. Ran Compensated Neutron Log from 3,748' to 2,968'. Set 4 1/2" Frac Pkr at 3,360'. Weatherford Frac'd perfs 3423'-3522' & open hole 3560'-3750' w/ 59,925 # 16/30 brown sand. AIR= 29.1 bpm. Pavg= 2,143 psig. Frac'd (slick water) upper zone 3018'-3292' with 15,200 # 16/30 mesh brown sand. AIR= 30.3 bpm. Pavg= 1534#. ISIP= 750 ISIP. Cleaned out frac sand and POOH with frac packers. RIH w/ 2 7/8" Super Max production string, pump and rods. PWOP. 12-Aug-05 POOH with parted 3/4" rod (83 ft). POOH with rods and pump. RIH with pump, replaced all couplings with spray metal coupling. PWOP.																																																		
PREPARED BY: Larry S. Adams D. Carizales UPDATED: 18-Aug-05																																																		