Submit to Appropriate District Office State of New Mexico Form C-105 State Lease - 6 copies Energy, Minerals and Natural Resources Revised March 25, 1999 Fee Lease - 5 copies District_I WELL API NO. 1625 N. French, Hobbs, NM 88240 30-025-36859 District.II OIL CONSERVATION DIVISION 5. Indicate Type Of Lease 1301 W. Grand Avenue, Artesia, NM 88210 1220 South St. Francis Dr. STATE X FEE District III 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No. District IV 34275 1220 S. St. Francis Dr., Santa Fe, NM 87505 WELL COMPLETION OR RECOMPLETION REPORT AND LOG la. Type of Well: 7. Lease Name or Unit Agreement Name OIL WELL X GAS WELL DRY OTHER Saunders Deep State b. Type of Completion: NEW WORK DEEPEN BACK DIFF. OTHER 8. Well No. 2. Name of Operator **Energen Resources Corporation** 9. Pool name or Wildcat 3. Address of Operator 3300 N. "A" St., Bldg 4, Ste. 100, Midland, TX 79705 Wildcat 4. Well Location North 940 Feet From The Unit Letter A: 420 Feet From The East Line and __ Section Township Range 33-E **NMPM** 15-S 13. Elevations (DF & RKB, RT \$14-2526 14. Elev. Casinghead 10. Date Spudded 11. Date T.D. Reached 12. Date Compl. (Ready to Prod.) 5-24-05 4192 'GR 2/27/05 4/21/05 18. Intervals Drilled By Kotary Tools 15. Total Depth 16. Plug Back T.D. 17. If Multiple Compl. How Cable Tools Many Zones? 13.548' 13.389' 19. Producing Interval(s), of this completion - Top, Bottom, Name 20. Was Directional Warvey Made No 13,542'-48' - Devonian 2. Was Well Cored 21. Type Electric and Other Logs Run Platform Express, Sonic & FMI CASING RECORD (Report all strings set in well) CEMENTING RECORDS CASING SIZE WEIGHT LB./FT. DEPTH SET **HOLE SIZE** AMOUNT PULLED 13-3/8" 48# 413' 17-1/2" 800sx Clas "C" 9-5/8" 40# & 36# 5870' 12-1/4" 3100sx 35/65 POZ "C" 700sx TXI lightweight & 200sx Class C 5-1/2" 300sx Class "H", 1700sx TXI light-17# 13.542' 7-7/8" weight & 800 sx 35/65 POZ H 24. LINER RECORD 25. **TUBING RECORD** SIZE TOP BOTTOM SACKS CEMENT | SCREEN SIZE PACKER SET **DEPTH SET** 2-7/8" 13,392' 13,361' 27. ACID, SHOT, FRACTURE, CEMENT, SQEEZE, ETC. 26. Perforation record (interval, size, and number) DEPTH INTERVAL AMOUNT AND KIND MATERIAL USED 13,542' - 13,548' OH 13,542-48' OH Spotted 300 gals 15% HCl Acidized w/1.2M gals of 15% HCl 28. **PRODUCTION Date First Production** Production Method (Flowing, gas lift, pumping - Size and type pump) Well Status (Prod. or Shut-in) 5/25/05 Flowing Producing Date of Test Hours Tested Choke Size Prod'n For Oil - Bbl. Gas - MCF Water - Bbl. Gas - Oil Ratio Test Period 5/26/05 24 10/64" 563 **TSTM** N/A Calculated 24-Hour Rate Flow Tubing Casing Pressure Oil - Bbl. Gas - MCF Water - Bbl. Oil Gravity - API -(Corr.) Press. **TSTM** 563 52.1 29. Disposition of Gas (Sold, used for fuel, vented, etc.) Test Witnessed By

30. List Attachments

Deviation survey, C-104, logs, DST #1 summary

31. 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

aroly Larson Printed Signature

Carolyn Larson

Title Regulatory Analyst Date 6-13-05

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

2	southeastern.	New Mexico	Northeastern 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 _ T. Tubb _ T. Drinkard _ T. Abo _ T. Wolfcamp _ T. Penn T. Penn T.	2675 ' 2835 ' 3460 ' 3630 ' 4190 ' 5630 ' 7080 ' 7720 ' 9180 ' 9420 '	T. Canyon T. Strawn T. Strawn T. Atoka 11,600' T. Miss 12,805' T. Devonian T. Silurian T. Montoya T. Simpson T. McKee T. Ellenburger T. Gr. Wash T. Delaware Sand T. Bone Springs T. T. T.	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. Permain	T. Penn. "B" T. Penn. "C" T. Penn. "D" T. Leadville T. Madison T. Elbert T. McCracken T. Ignacio Otzte T. Granite T T T T T T T T T T T T T T T T T T T T T T T T T T			
No. 2, from	4910 11,900 te of water inflo	w and elevation to which water rose to to to	No. 4, from WATER SANDS e in hole. feet feet feet	OIL OR GAS SANDS OR ZONES to 13,556 to			
	<u> </u>	THOLOGY RECORD	(I I I I I I I I I I I I I I I I I I I				

From	То	Thickness in Feet	Lithology	From	То	Thickness in Feet	Lithology
rface	1550	1550	Sand and shale				
50	2675	1125	Salt and anhydrite				
75	7790	5115	Dolomite and anhydrite				
90	9400	1610	Dolomite and sand				
00 .600	11,600 12,380	2200 780	Limestone, sand, shjale Sand, shale & limestone				
,380	13,543	1070	Limestone and shale				
450	13,543	93	Shale				
,543	13,556	13	Limestone and dolomite				
						}	



605 Richard Arrington Blvd. Birmingham, AL 35205 (800) 292-4005

Daily Drilling Activity Report

Activity Date:	4/12/200	5 Days	Since Spud: 44	24 Hr. Footage Made: 0 Current Depth: 12450				
Rig Company:	Big Dog Di	rilling		Rig Name: Big Dog Rig #1				
Activity:	06 - Trips			Weather:				
Remarks:	DST #1 (12,250'-12,450'). Opened the tool @ 3:00 p.m. on a 1/8" choke w/ a strong blow (BOB). Flowed the well for a total of 70 minutes as follows:							
	Time	Pressure	Choke Size	Gas Rate (MCFPD)				
	5 min	22#	1/8"	13				
ĺ	10 min	55#	1/8"	24				
	15 min	86#	1/8"	35				
	20 min	119#	1/4" GTS in 21 min	197				
	25 min	139#	1/4"	229				
	30 min	156#	1/4"	250				
	35 min	175#	1/4"	277				
	40 min	187#	1/4"	303				
	45 min	198#	1/4"	317				
	50 min	209#	1/4"	330				
	55 min	218#	1/4"	343				
	60 min	227#	1/4"	355				
	65 min	234#	1/4"	367				
	70 min	241#	1/4"	380				
	Flowed the	well for a to	otal of 70 minutes w/ no	fluid to surface. Closed the tool & left the well SI for 3 1/2 hrs. Pulled the packers				
	loose @ 7:	40 p.m., 04/	11/05 & pulled 7 stands	s & a double. Dropped the bar & reversed out the 6 barrels of water cushion w/ a tr				

Flowed the well for a total of 70 minutes w/ no fluid to surface. Closed the tool & left the well SI for 3 1/2 hrs. Pulled the packers loose @ 7:40 p.m., 04/11/05 & pulled 7 stands & a double. Dropped the bar & reversed out the 6 barrels of water cushion w/ a trace of condensate. PU the kelly to circulate conventionally & conditioned the gas-cut mud for 3 1/2 hours prior to the trip out. Presently TOOH w/ the test tools.

			Operations			An. I
Start	Hrs	Code		Start Depth	End Depth	Run
6:00	0.50	06	Finished PU/MU the test tools	12450	12450	NIH
6:30	8.50	06	ТІН	12450	12450	NIH
15:00	4.50	21	DST #1 (12,250'-12,450') 70 minute flow / 210 minute SI	12450	12450	NIH
19:30	1.00	06	Pulled the tools loose & TOOH w/ 7 stands & a double	12450	12450	NIH
20:30	1.00	05	Dropped the bar & reversed out (Recovered the water blanket w/ a trace of condensate)	12450	12450	NIH
21:30	3.50	05	PU the kelly & conditioned the gas cut mud for the trip out	12450	12450	NIH
1:00	5.00	06	TOOH w/ the test tools	12450	12450	NIH
Total:	24.00					
			DC: \$11,959 Cumm DHC: \$896,780 T	otal Well Cost	\$896,	780



Well Name: Saunders Deep State #1