

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Hobbs

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

5. Lease Serial No.
NMNM78273

1a. Type of Well Oil Well Gas Well Dry Other
 b. Type of Completion New Well Work Over Deepen Plug Back Diff. Resvr.
 Other _____

6. If Indian, Allottee or Tribe Name _____
 7. Unit or CA Agreement Name and No. _____

2. Name of Operator NEARBURG PRODUCING COMPANY Contact: TIM GREEN
 NEARBURG PRODUCING COMPANË-Mail: tgreen@nearburg.com

3. Address 3300 NORTH A STREET BLDG 2 STE 120 3a. Phone No. (include area code)
 MIDLAND, TX 79705 Ph: 432.818.2940

8. Lease Name and Well No. LAGUNA 23 FEDERAL COM 1H
 9. API Well No. 30-025-40742-00-S1

4. Location of Well (Report location clearly and in accordance with Federal requirements)*
 At surface SESW 330FSL 1980FWL
 At top prod interval reported below SESW 330FSL 1980FWL
 At total depth NENW 335FNL 1938FWL

10. Field and Pool, or Exploratory LEA
 11. Sec., T., R., M., or Block and Survey or Area Sec 23 T20S R34E Mer NMP
 12. County or Parish LEA 13. State NM

14. Date Spudded 08/18/2013 15. Date T.D. Reached 09/10/2013 16. Date Completed
 D & A Ready to Prod. 10/15/2013 17. Elevations (DF, KB, RT, GL)* 3683 GL

18. Total Depth: MD 15497 19. Plug Back T.D.: MD 15449 20. Depth Bridge Plug Set: MD
 TVD 10874 TVD

21. Type Electric & Other Mechanical Logs Run (Submit copy of each) DSNDDL 22. Was well cored? No Yes (Submit analysis)
 Was DST run? No Yes (Submit analysis)
 Directional Survey? No Yes (Submit analysis)

23. Casing and Liner Record (Report all strings set in well)

Hole Size	Size/Grade	Wt. (#/ft.)	Top (MD)	Bottom (MD)	Stage Cementer Depth	No. of Sk. & Type of Cement	Slurry Vol. (BBL)	Cement Top*	Amount Pulled
17.500	13.375 J55	54.5	0	1680		2050		0	
12.250	9.625 L80	40.0	0	5522	3698	2195		0	
8.750	5.500 P110	17.0	0	15497	6528	2758		0	

24. Tubing Record

Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)
2.875	10571	10559						

25. Producing Intervals

26. Perforation Record

Formation	Top	Bottom	Perforated Interval	Size	No. Holes	Perf. Status
A) BONE SPRING	11200	15420	11200 TO 15420	0.000	336	OPEN
B)						
C)						
D)						

27. Acid, Fracture, Treatment, Cement Squeeze, Etc.

Depth Interval	Amount and Type of Material
11200 TO 15420	1481323 GALS FLUID; 2356508# SAND

ACCEPTED FOR RECORD

NOV 24 2013

[Signature]

BUREAU OF LAND MANAGEMENT
MIDLAND FIELD OFFICE

28. Production - Interval A

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
10/15/2013	10/26/2013	24	→	793.0	1065.026	7.0	40.1		GAS LIFT
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status	
19	1000	0.0	→	793	1065	267	1343	POW	

28a. Production - Interval B

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status	
			→						

KB

(See Instructions and spaces for additional data on reverse side)

ELECTRONIC SUBMISSION #226113 VERIFIED BY THE BLM WELL INFORMATION SYSTEM

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

RECLAMATION

DEC 02 2013 DUE 4-15-14

28b. Production - Interval C

Date First Produced	Test Date	Hours Tested	Test Production →	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate →	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status	

28c. Production - Interval D

Date First Produced	Test Date	Hours Tested	Test Production →	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate →	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status	

29. Disposition of Gas(Sold, used for fuel, vented, etc.)
SOLD

30. Summary of Porous Zones (Include Aquifers):

Show all important zones of porosity and contents thereof: Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

31. Formation (Log) Markers

Formation	Top	Bottom	Descriptions, Contents, etc.	Name	Top
					Meas. Depth
				RUSTLER	1625
				YATES	3675
				DELAWARE	5160
				BONE SPRING LIME	8300
				1ST BONE SPRING	9500
				2ND BONE SPRING	10070
				3RD BONE SPRING	10820

32. Additional remarks (include plugging procedure):
logs sent via USPS.

33. Circle enclosed attachments:

- 1. Electrical/Mechanical Logs (1 full set req'd.)
- 2. Geologic Report
- 3. DST Report
- 4. Directional Survey
- 5. Sundry Notice for plugging and cement verification
- 6. Core Analysis
- 7 Other:

34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions):

**Electronic Submission #226113 Verified by the BLM Well Information System.
For NEARBURG PRODUCING COMPANY, sent to the Hobbs
Committed to AFMSS for processing by JOHNNY DICKERSON on 11/19/2013 (14JLD0801SE)**

Name (please print) TIM GREEN Title _____

Signature _____ (Electronic Submission) Date 11/08/2013

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.