New Maxico Oli Conservation Division, District I 1625 N. French Drive Form 3160-4 CONTACT RECEIVING BLM Roswell District UNITED STATES Hobbs, NM 88240 (July 1989) OFFICE FOR NUMBER Modified Form No. DEPARTMENT OF THE INTERIOR OF COPIES REQUIRED NM060-3160-3 BUREAU OF LAND MANAGEMENT 5. LEASE DESIGNATION AND SERIAL NO. WELL COMPLETION OR RECOMPLETION REPORT AND LOG * NM-0381550-C 1a. TYPE OF WELL: DRY 6. IF INDIAN, ALLOTTEE OR TRIBE NAME b. TYPE OF COMPLETION 7 LINIT AGREEMENT NAME NEW DEEPEN PLUG X WELL 8. FARM OR LEASE NAME 2. NAME OF OPERATOR Government G Armstrong Energy Corporation (505) 625-2222 9. WELL NO. 3. ADDRESS OF OPERATOR P.O. Box 1973, Roswell, New Mexico 88202 10. FIELD AND POOL OR WILDCAT Pearl Queen 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements) 760' FSL, 2080' FEL, Section 24 11. SEC., T., R., M., OR BLOCK AND SURVEY At top prod. interval reported below OR AREA At total denth Same Sec. 24, T19S, R34E 9a, API Well No. 14. PERMIT NO. DATE ISSUED 12. COUNTY OR PARISH 13. STATE New Mexico 30-025-28571 NA 1/16/1984 15. DATE SPUDDED 16. DATE T.D. REACHED 17. DATE COMPL 18. ELEVATIONS (DF, RKB, RT, GR, ETC.)* (Ready to prod.) 19. FLEV CASINGHEAD 3/16/1984 4/15/1984 8/3/2005 3805.3' GR 20. TOTAL DEPTH, MD & TVD 21. PLUG BACK T.D., MD & TVD 22. IF MULTIPLE COMPL. 23. INTERVALS ROTARY TOOLS CARLE TOOLS HOW MANY ORILLED BY 5170 Х 24. PRODUCING INTERVAL(S) OF THIS COMPLETION - TOP, BOTTOM, NAME (MD AND TVD)* 25. WAS DIRECTIONAL SUBVEY MADE Queen - 4862, 4869, 4870, 5015, 5016, 5017, 5071, 5074, 5075, 5076 NO 28 TYPE FLECTRIC AND OTHER LOGS BUILD 27. WAS WELL CORED BHC, DLL/RXO, DLL/MSFL and CNL/LDT NO CASING RECORD (Report all strings set in well) CASING SIZE WEIGHT LRIFT DEPTH SET (MD) HOLE SIZE CEMENTING RECORD AMOUNT PULLED 13-3/8" 17-1/2 420' 450 sxs Class C 54.5 None 8-5/8" 24 4100' 1600 sxs Lite, 200 sx C None 5-1/2 17 & 15.5 8306' 7-7/8 1200 H, 150 Lite, 450 C None TUBING RECORD LINER RECORD SIZE TOP (MD) BOTTOM (MD) SACKS CEMENT . SCREEN (MD) DEPTH SET (MD) PACKER SET (MD) 2-7/8" Tail @ 4849.58 6 None 31 PERFORATION RECORD ACID. SHOT. FRACTURE, CEMENT, SQUEEZENETC. 32. 8007-8032' w/19 .42" holes w/CIBP @ 7950' DEPTH INTERVAL (MD AMOUNT AND KIND OF MATERIAL USED 6121-6281" w/51 .42" holes w/CIBP @ 6095' See attachment 1500 gallons:15% Ferchek 6003-5939' w/45 .42" holes 5916-5897', 5882-5859 w/44 .42" holes 4868-5076 4868-70', 5015-17', 5071-76', 10 holes 19,010 gallons Hybor-G 311 sx 16/30 Sand 33. * PRODUCTION DATE FIRST PRODUCTION (Flowing, Gas Lift, Pumping - size and type of pump) PRODUCTION METHOD WELL STATUS (Producing or Shut-In) 8/3/2005

2-1/2" x 1 1/2" x RXBC16-5 pump Producing DATE OF TEST HOURS TESTED CHOKE SIZE PROD'N FOR OIL - BBL. GAS - MCF. WATER - BBL. GAS - OIL RATIO TEST PERIOD 8/17/2005 8.6 TSTM 35 NA FLOW TURING PRESS CASING PRESSURE CALCULATED OIL-BBL GAS - MCF. WATER - BBL. OIL GRAVITY - API (CORR) 24 - HOUR RATE 20# 8.6 TSTM NA 34. DISPOSITION OF GAS (Sold, Used for Fuel, Vented, etc.) TEST WITNESSED BY **TSTM** Jerry Guy 35. LIST OF ATTACHMENTS ACCEPTED FOR RECORD C-102 (Logs on file)

Engineer

36. I hereby certify that the for and correct as determined from all available records. SIGNED

AUG 2 4 2005

8/19/2005

DATE

*(See Instructions and Spaces for Additional Data on Reverse Side)

Title 1S U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the U fruadulent statements or representations as to any matter within its jurisdiction.

GARY GOURI FY PETROLEUM ENGINEER

37. SUMMARY OF POROUS ZONES: (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):				38. GEOLOGIC MARKERS			
FORMATION	TOP	воттом	DESCRIPTION, CONTENTS, ETC.		Т	TOP	
ļ				NAME		TRUE	
Rustler	1825	4717	Anhydrite, Salt		MEAS. DEPTH	VERT. DEPTH	
Queen	4717	5860	Sand				
San Andres	5860	6417	Dolomite				
Delaware	6417	8216	Sand				
Bone Spring	8216	TD	Sand, Shale, Limestone, Dolomite				

•

Government "G" Well No. 2 <u>Recap of Treatment Report</u>

- 1. 8007-8032 (19 holes) w/3-1/2" 120 degree phase gun. Acidize w/2000 gallons 7-1/2% HCL and 500 gallons CO2.
- 2. Set CIBP @ 7950' w/35' cmt on top.
- 3. PBTD now 7915'.
- 4. Perf'd 6121-6281' (51 holes) w/3-1/2" 120 degree phase gun. Acidize w/4500 gallons 15%HCL + additives and 20% CO2.
- 5. Set 5-1/2" CIBP @ 6095'.
- 6. Perf'd 6003-5939' (45 holes) w/3-1/2" 120 degree phase gun. Acidize w/4500 gallons HCL, 1125 gallons CO2.
- 7. Perf'd 5916-2897'; 5882-5859' (44 holes) w/3-1/8" 120 degree phase gun. Acidize w/2200 gallons 15% HCL + additives and 550 gallons CO2 w/150# rock salt. Frac'd San Andres zone w/35,000 gallons frac fluid and 74,000# 20/40 sand.
- 8. Set Bull plug @ 5609', SN w/top @ 5577', TAC @ 5388', 2-7/8 tbg w/tail @5609'.
- 9. Producing perfs: 6003-5939; 5916-5897 and 5882-5859'.
- 10. PBTD @ 7915' (CIBP @ 7950' w/35' cmt dumped on top RBP @ 6095 no cmt).