

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO. 1004-0137
Expires March 31, 2007

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

| | | |
|---|--|---|
| 1a. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Dry <input type="checkbox"/> Other | | 5. Lease Serial No. NMNM16357 |
| b. Type of Completion: <input checked="" type="checkbox"/> New Well <input type="checkbox"/> Work Over <input type="checkbox"/> Deepen <input type="checkbox"/> Plug Back <input type="checkbox"/> Diff. Resvr., Other | | 6. If Indian, Allottee or Tribe Name |
| 2. Name of Operator Nearburg Producing Company | | 7. Unit or CA Agreement Name and No. |
| 3. Address 3300 N A St., Bldg 2, Ste 120, Midland, TX 79705 | | 8. Lease Name and Well No. Kudu 9 Federal #4 |
| 3a. Phone No. (include area code) 432/686-8235 | | 9. API Well No. 30-025-36980 |
| 4. Location of Well (Report location clearly and in accordance with Federal requirements)* At surface 330 FSL and 1650 FL At top prod. interval reported below At total depth | | 10. Field and Pool, or Exploratory Tonto: Seven Rivers |
| 14. Date Spudded 2/21/05 | | 11. Sec., T., R., M., or Block and Survey or Area Sec 9, 19S, 33E |
| 15. Date T.D. Reached 3/2/05 | | 12. County or Parish Lea |
| 16. Date Completed <input type="checkbox"/> D & A <input checked="" type="checkbox"/> Ready to Prod. 3/24/05 | | 13. State NM |
| 17. Elevations (DF, RKB, RT, GL)* 3673 | | |

| | | |
|---|------------------------------------|---|
| 18. Total Depth: MD TVD 4400 | 19. Plug Back T.D.: MD TVD 4352 | 20. Depth Bridge Plug Set: MD TVD |
| 21. Type Electric & Other Mechanical Logs Run (Submit copy of each) Litho/Density Comp Neutron/GR, HRLA-Mirco CFL/GR | | 22. Was well cored? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes (Submit analysis) Was DST run <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes (Submit report) Directional Survey? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes (Submit copy) |

| 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 Sks. & Type of Cement | Slurry Vol. (BBL) | Cement Top* | Amount Pulled |
| 12-1/4 | 8-5/8 | 32 | | 1570 | | 850 | | Surface | 300 |
| 7-7/8 | 4-1/2 | 11.6 | | 4400 | | 940 | | Surface | 63 |
| | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |

| 24. Tubing Record | | | | | | | | | |
|-------------------------|----------------|-------------------|---------------------|----------------|------------------------|--------------|----------------|-------------------|--|
| Size | Depth Set (MD) | Packer Depth (MD) | Size | Depth Set (MD) | Packer Depth (MD) | Size | Depth Set (MD) | Packer Depth (MD) | |
| 2-3/8 | 3643 | | | | | | | | |
| 25. Producing Intervals | | | | | 26. Perforation Record | | | | |
| Formation | Top | Bottom | Perforated Interval | Size | No. Holes | Perf. Status | | | |
| A) Seven Rivers | 3534 | 3628 | 3534-3628 | 1 JSPF | 21 | Open | | | |
| B) | | | | | | | | | |
| C) | | | | | | | | | |
| D) | | | | | | | | | |

| 27. Acid, Fracture, Treatment, Cement Squeeze, Etc. | |
|---|--|
| Depth Interval | Amount and Type of Material |
| 3534-3628 | 1000 gals 7% Acid |
| | 33 - 7-/8 ball sealers |
| | 61,000# Super LC 16/30 resin coated proppant |
| | |

| 28. Production - Interval A | | | | | | | | | |
|-----------------------------|----------------------|----------------|-----------------|---------|---------|-----------|----------------|-------------|-------------------|
| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity | Gas Gravity | Production Method |
| 3/25/05 | 4/11/05 | 24 | → | 5 | 470 | 5 | 39.0 | NA | Pumping |
| Choke Size | Tbg. Press. Flwg. SI | Csg. Press. SI | 24 Hr. → | Oil BBL | Gas MCF | Water BBL | Gas: Oil Ratio | Well Status | |
| NA | NA | NA | → | 5 | 470 | 5 | 94000:1 | Producing | |

| 28a. Production-Interval B | | | | | | | | | |
|----------------------------|----------------------|----------------|-----------------|---------|---------|-----------|----------------|-------------|-------------------|
| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity | Gas Gravity | Production Method |
| | | | → | | | | | | |
| Choke Size | Tbg. Press. Flwg. SI | Csg. Press. SI | 24 Hr. → | Oil BBL | Gas MCF | Water BBL | Gas: Oil Ratio | Well Status | |
| | | | → | | | | | | |

28b. Production - Interval C

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

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

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 |
| 7-Rivers | 3528 | 3638 | | Yates | 3320 |
| | | | | 7-Rivers | 3528 |
| | | | | Queen | 4196 |

32. Additional remarks (include plugging procedure):

33. Indicate which items have been attached by placing a check in the appropriate boxes:

- ☒ Electrical/Mechanical Logs (1 full set req'd)
 ☐ Geologic Report
 ☐ DST Report
 ☐ Directional Survey
 ☐ Sundry Notice for plugging and cement verification
 ☐ Core Analysis
 ☒ Other

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

Name (please print) Sarah JordanTitle Production AnalystSignature Date 5/5/05

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.