

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 & Natural Resources

Form C-104  
Revised Feb. 26, 2007

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Submit to Appropriate District Office  
5 Copies

☐ AMENDED REPORT

I. REQUEST FOR OIL AND AUTHORIZATION TO TRANSPORT

|   |   |  |
|---|---|--|
| <sup>1</sup> Operator name and Address<br>KERNS PETROLEUM, INC.<br>1777 NE LOOP 410, STE 930<br>SAN ANTONIO, TX 78217 |   | <sup>2</sup> OGRID Number<br>250384                                      |
|   |   | <sup>3</sup> Reason for Filing Code/ Effective Date<br>NW / JUNE 1, 2008 |
| <sup>4</sup> API Number<br>30 - 025-38561   | <sup>5</sup> Pool Name<br>JALMAT;TAN-YATES-7 RVRS (OIL) | <sup>6</sup> Pool Code<br>33820  |
| <sup>7</sup> Property Code<br>36717   | <sup>8</sup> Property Name<br>EUMONT STATE              | <sup>9</sup> Well Number<br>001  |

II. <sup>10</sup> Surface Location

|                    |               |                 |              |              |                      |                    |                       |                     |               |
|--------------------|---------------|-----------------|--------------|--------------|----------------------|--------------------|-----------------------|---------------------|---------------|
| Ul or lot no.<br>C | Section<br>36 | Township<br>21S | Range<br>35E | Lot Idn<br>C | Feet from the<br>900 | North/So Line<br>N | Feet from the<br>1650 | East/West line<br>W | County<br>LEA |
|--------------------|---------------|-----------------|--------------|--------------|----------------------|--------------------|-----------------------|---------------------|---------------|

<sup>11</sup> Bottom Hole Location

|                             |                                     |                                       |  |                                    |                                     |                    |                       |                     |               |
|-----------------------------|-------------------------------------|---------------------------------------|--|------------------------------------|-------------------------------------|--------------------|-----------------------|---------------------|---------------|
| Ul or lot no.<br>C          | Section<br>36                       | Township<br>21S                       | Range<br>35E                             | Lot Idn<br>C                       | Feet from the<br>900                | North/So Line<br>N | Feet from the<br>1650 | East/West line<br>W | County<br>LEA |
| <sup>12</sup> Lse Code<br>S | <sup>13</sup> Prod Method Code<br>F | <sup>14</sup> Gas Connect Date<br>N/A | <sup>15</sup> C-129 Permit Number<br>N/A | <sup>16</sup> C-129 Effective Date | <sup>17</sup> C-129 Expiration Date |                    |                       |                     |               |

III. Oil and Gas Transporters

|  |  |                          |
|--|--|--------------------------|
| <sup>18</sup> Transporter<br>OGRID<br>034053 | <sup>19</sup> Transporter Name<br>and Address<br>PLAINS MARKETING LP<br>500 DALLAS, STE 700<br>HOUSTON, TX | <sup>20</sup> O/G/W<br>O |
| RECEIVED<br>MAY 29 2008<br>HOBBS OCD         |  |                          |

IV. Well Completion Data

|                                       |   |                                |                                   |  |                       |
|---------------------------------------|---|--------------------------------|-----------------------------------|--|-----------------------|
| <sup>21</sup> Spud Date<br>11/07/2007 | <sup>22</sup> Ready Date<br>5/16/2008       | <sup>23</sup> TD<br>5,030'     | <sup>24</sup> PBTD<br>4,907'      | <sup>25</sup> Perforations<br>3,962 - 3,968' | <sup>26</sup> DHC, MC |
| <sup>27</sup> Hole Size<br>12-1/2     | <sup>28</sup> Casing & Tubing Size<br>8-5/8 | <sup>29</sup> Depth Set<br>350 | <sup>30</sup> Sacks Cement<br>325 |  |                       |
| 7-7/8                                 | 5-1/2                                       | 5,020                          | 2,600                             |  |                       |
|                                       | 2-7/8                                       | 4,085                          |                                   |  |                       |

V. Well Test Data

|   |  |                                      |                                       |                                      |                                    |
|---|--|--------------------------------------|---------------------------------------|--------------------------------------|------------------------------------|
| <sup>31</sup> Date New Oil<br>5/16/2008 | <sup>32</sup> Gas Delivery Date<br>N/A | <sup>33</sup> Test Date<br>5/20/2008 | <sup>34</sup> Test Length<br>24 HOURS | <sup>35</sup> Tbg. Pressure<br>195   | <sup>36</sup> Csg. Pressure<br>645 |
| <sup>37</sup> Choke Size<br>20/64       | <sup>38</sup> Oil<br>320               | <sup>39</sup> Water<br>0             | <sup>40</sup> Gas<br>76               | <sup>41</sup> Test Method<br>FLOWING |                                    |

<sup>42</sup> I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.  
Signature:

Printed name:  
KERRY JOHNSTON

Title:  
VICE PRESIDENT

E-mail Address:  
KJOHNSTON@KERNSPETRO.COM

Date:  
MAY 28, 2008

Phone:  
(210) 829-7881 x112

OIL CONSERVATION DIVISION

Approved by: *Chris Williams*

Title: **OC DISTRICT SUPERVISOR/GENERAL MANAGER**

Approval Date:

JUN 05 2008