Courtland Myers 'C' Well No. 2 (Formerly South Mattix Unit Federal Well No. 19) Letter C, Section 22, T-24-S, R-37-E API No. 30-025-21308 Lea County, NM

3/15/00 - 3/27/00

MI x RU. NU BOP x test casing. RU Schlumberger and perforate the Queen at 3230' – 3250' (54 holes), 3272' – 3300' (58 holes), and 3334' – 3360' (42 holes). Set 7" packer at 3111' x test annulus to 750 psi. Acidize 3230' – 3360' with 3000 gal. 15% NEFE HCL. RU Halliburton and frac the Queen with 50 quality CO2 linear foam. Placed 50,000# of 16/30 Brady (brown) sand and 35,127# of 12/20 Brady (brown) sand in formation. Flow well back. RIH with 2-3/8" production tubing. Shut well in x RD pulling unit. Hook up flow line to separator x install plunger lift equipment. Open well on plunger lift but plunger did not come up. Shut well in x hold for evaluation.

4/5/00 - 4/10/00

MI x RU. Fish plunger x install pumping unit. NU wellhead, run rods x pump, and hang well on. RD pulling unit. Turn well over to production.