

DISTRICT I

1625 N. Farnish Dr., Hobbs, NM 88240

DISTRICT II

811 S. First Street, Artesia, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION

2040 South Pacheco
Santa Fe, New Mexico 87505

WELL API NO.
30-005-62887

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.
8-5961 and VB-402

7. Lease Name or Unit Agreement Name

Conestoga State

8. Well No.

1

9. Pool Name or Wildcat

Undes. Palma Mesa; Sil-Ord, Gas

SUNDRY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well:

OIL WELL ☐ GAS WELL ☒ OTHER ☐

2. Name of Operator

ELK OIL COMPANY

3. Address of Operator

POST OFFICE BOX 310, ROSWELL, NEW MEXICO 88202-0310

4. Well Location

P : 990 Feet From The East Line and 330 Feet From The South Line

Section 14 Township 8 South Range 27 East NMPM Chaves County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)

3939.8' GR

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPLETION ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☒
OTHER: ☐

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work)

SEE RULE 1103 For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

APRIL 14, 2004 THRU MAY 3, 2004:

RIG UP PULLING UNIT. RUN IN HOLE WITH TUBING AND CBP, SQUEEZE TOP OF LINER WITH 50 SXS CEMENT. PULL OUT OF HOLE, RUN IN HOLE, DRILL OUT EZ-CBP. PULL OUT OF HOLE. PERFORATE 6397'-6455' WITH 2 SHOTS PER FOOT; 70 HOLES. ACIDIZE WITH 1500 GALLONS 7 1/2% HCL ACID. SWAB BACK. FRAC WITH 1000 BARRELS GELLED WATER WITH 550 SXS 20/40 SAND. FLOW AND SWAB BACK LOAD. TESTED WELL ON 05/03/04, AT A RATE OF 850,000/DAY. SHUT WELL IN. WAITING FOR PIPELINE CONNECTION.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE  TITLE PRESIDENT DATE 6/30/04
TYPE OR PRINT NAME JOSEPH J. KELLY TELEPHONE NO. 505-623-3190

(This space for State Use)

FOR RECORDS ONLY

JUL 02 2004

APPROVED BY _____ TITLE _____ DATE _____
CONDITIONS OF APPROVAL, IF ANY: _____