

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. Division
1625 N. Fitch Dr.
Hobbs, NM 88249
FORM APPROVED
OMB No. 1004-0135
Expires November 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator
PENROC OIL CORPORATION

3a. Address
P.O. BOX 2769, Hobbs, NM 88241

3b. Phone No. (include area code)
(505) 397-3596

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
**Unit Letter O, 660' FSL, 1980' FEL
Section 5, T-19-S, R-33-E**

Serial No.
NM 077002

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.
Nellis Federal NO-1

9. API Well No.
30-025-01663

10. Field and Pool, or Exploratory Area
Buffalo Penn (Gas)

11. County or Parish, State
Lea County, NMA

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input checked="" type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input checked="" type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recomplate in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

4.03.02 - 4.24.02

RU well service rig. Dig & line working pit. Bled well down. Cut out bolts from well head (grown!). NU B.O.P. Tested B.O.P. O.K. Worked tbg & pkr. Could not get pkr to come lose. Thg base on on-off tool. TD H w/ same. Tested thg in the hole to 6000'. 1 bad ft. Rebuilt cellar. Tested csg - O.K. Circulated hole clean w/ pkr fluid. Latched on-off tool. Started swabbing. Good gas & H₂O. RD B.O.P. RU Jarrel Services. Wireline TD 13,125'. Bottom perfs. Covered. RD pulling unit. RU Schlumberger coiled thg & acid w/ N₂. Cleaned out to 12,425. Acidized w/ 5000 gal. 15%. After recovery load tested for 150 mcf/d. on 32/64" choke. FTP 600.

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

M.Y. (Merch) Merchant

Title **President**

Signature

[Signature]

Date

5/29/02

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title

Office

Date

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.

GARY GOURLEY
PETROLEUM ENGINEER

[Signature]