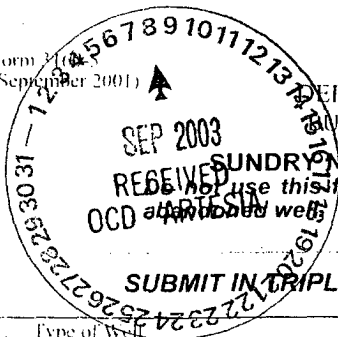


OCD - Artesia

Form 3160-3
(September 2001)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires January 31, 2004



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) 492-1236

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Unit K, 1586' FWL 1543 FSL Sec. 21, T23 S, R22 E

5. Lease Serial No.
NM 89799

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
Huapache Ridge Fed. Unit # 1

9. API Well No.
30-015-32642

10. Field and Pool, or Exploratory Area
Wildcat

11. County or Parish, State
Eddy, NM

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 type="checkbox"/> Acidize <input type="checkbox"/> Deepen <input 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 checked="" 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 recompleat 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 recompletion 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.)

The subject well was drilled and partially plugged and released to the BLM for use as a water well. Previously, Penroc has furnished Form 3160-5, 3160-4 as well as water well release form to the BLM. Penroc as operator of this unit is requesting BLM for a total and unconditional release of its liability and the Bond. Your early approval of this in writing will be greatly appreciated.

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

M. Y. (Merch) Merchant

Title *President*

Signature

[Signature]

Date

6/6/03

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

JOE G. LARA

Title

Deputy Assistant Secretary

Date

7/3/03

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.

Office

CFO

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.

(Instructions on reverse)