

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

1 S.  
Lesia, NM

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

*clsf*

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT-" for such proposals

**SUBMIT IN TRIPLICATE**

1. Type of Well

Oil Well  Gas Well  Other

2. Name of Operator

Penwell Energy, Inc.

3. Address and Telephone No.

600 N. Marienfeld, Suite 1100, Midland, TX 79701, 915-683-2534

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

2310' FNL & 660' FWL, Sec. 33, T-19S, R-29E

5. Lease Designation and Serial No.  
NM-98173

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.  
Millman SE Federal #1

9. API Well No.  
30-015-30376

10. Field and Pool, or Exploratory Area  
Parkway Morrow West

11. County or Parish, State  
Eddy County, New Mexico

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

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> Other Spud & Surface Casing
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

ACCEPTED FOR RECORD

OCT 0 0 1998

BLM

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

9/24/98 Spudded 17 1/2" surface hole @ 9:00 PM CST 9/23/98.

9/25/98 Ran 9 jts 13 3/8", 48#, H-40, 8rd, STC, new API surface csg. Set csg. @ 402' w/200 sx. Class "A" cmt w/2% calcium chloride + 10% D53 + 5% D24 + 1/4 pps D29 followed by 400 sx. Class "C" Neet w/2% calcium chloride. PD to 360' w/200# @ 10:00 AM CST 9/24/98 w/no returns. Float held OK. Ran 1" & tagged cmt. @ 150'. Cmt'd w/75 sx. Class "C" Neet w/4% calcium chloride. Wait 2 hrs & tagged cmt. @ 150'. Cmt'd w/ 75 sx. Class "C" Neet + 4% calcium chloride. Wait 2 hrs & tagged cmt. @ 150'. Cmt'd. w/ 25 sx Class "C" Neet + 6% calcium chloride. Waited 2 hrs. & tagged cmt. @ 150'. Cmt'd. w/ 25 sx Class "C" Neet + 6% calcium chloride. Waited 2 hrs., tagged cmt. @ 125'. Cmt'd. w/75 sx. Class "C" Neet w/4% calcium chloride. Waited 2 hrs. & tagged cmt. @ 125'. Cmt'd w/25 sx. Class "C" Neet w/6% calcium chloride. At report time, waiting to tag cement again. All cementing witnessed by Gene Hunt w/Cairlsbad BLM Office.

9/26/98 Waited 2 hrs., tagged cmt. @ 125', cmt'd. w/ 25 sx. w/ 6% CC. Wait 2 hrs., tag @ 125', cmt'd. w/25 sx. Wait 2 hrs, tag @ 110', cmt'd. w/25 sx. Wait 2 hrs, tag @ 100', cmt'd. w/25 sx.. Wait 2 hrs, tag cmt @ 60', cmt'd. w/65 sx. Circ 10 sx. to pit. NU wellhead & tested to 500#, OK. NU Hydril & tested csg. & Hydril to 600# for 30 min, OK.

14. I hereby certify that the foregoing is true and correct

Signed *Sandra Walker* Title Regulatory Analyst Date 09/30/98

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_  
Conditions of approval, if any:

Title 18 U.S.C. Section 1001, makes 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.