State of New Mexico ergy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

DISTRICT P.O Box 1980, Hobbs, NM 88240 OIL CONSERVATION DIVISION 2040 Pacheco St.

WELL API NO. 30-015-29449

Santa Fe, NM 87505

DISTRICT (I P.O. Drawer DD, Artesia, NM 88210 Indicate Type of Lease STATE DISTRICT III FEE 1000 Rio Brazos Rd., Aztec, NM 87410 State Oil & Gas Lease No Alth 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" Lease Name or Unit Agreement Name (FORM C-101) FOR SUCH PROPOSALS.) Beretta "15" State Type of Well: GAS WELL WELL Name of Operator Well No. Penwell Energy, Inc. 1 Address of Operator Pool name or Wildcat 600 N. Marienfeld, Ste. 1100, Midland, Texas 79701 Morrow Carlsbad **Well Location** 660 Unit Letter Feet From The South 1980 West Feet From The Section 15 238 Range 26E NMPM Eddy County neElevation (Show whether DF, RKB, RT, GR, etc.) 3315 GR 11 Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK **ALTERING CASING** TEMPORARILY ABANDON **CHANGE PLANS** COMMENCE DRILLING OPNS. PLUG AND ANBANDONMENT PULL OR ALTER CASING CASING TEST AND CEMENT JOB OTHER: OTHER: Spud Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed 5-10-97 SPUDDED 17 1/2" surface hole @ 7:30 PM CST on 5-9-97. Ran 13 3/8", 48#, H-40, 8rd, STC, surface csg. set @ 625'. Ran centralizers in middle of first jt. and on collars of jts. #3, & 5. Cmt'd w/650 sx of Cl. "C" cmt. containing 2% CaCl2 mixed @ 14.8 ppg, yield 1.34 cu. ft. mixing water 6.31 gals/sx. Plug,down to 533' w/500# @ 5:40 PM CST 5-10-97. Float held o.k. Circ'd 213 sx to the pit. WOC 5-18-97 In 12 1/4" hole, ran 9 5/8", 36#, J-55, 8rd STC, intermediate csg set @ 1,930'. Ran centralizers in middle of first shoe jt. and on

collars of jts. #3,5,7,9. Cmt'd w/500 sx of Cl. "C" Lite containing 1/4#/sx flocele + 1#/sx. gilsonite + 6% gel + 12% salt mixed @ 12.40 ppg, yield 2.37 cu ft/sx., mbdng water 13.03 gals/sx followed by 250 sx. Cl "C" Neet containing 2% CaCl2 mixed @ 14.80 ppg, yield 1.34 cu ft/sx, mixing water 6.31 gals/sx. Plug down to 1,838' w/500# @ 4:15 PM CST, 5-17-97. Floats held o.k. Circ'd 212 sx to the pit. Notified NMOCD of cmt. job @ 7:00 AM CST 5-17-97. (Talked to Gary Williams.) WOC 12 hrs. NMOCD of cmt. job @ 7:00 AM CST 5-17-97. (Talked to Gary Williams.) WOC 12 hrs. 6-17-97 In 8 3/4" hrs., ran 5 1/2", 17#, S-95, 8rd LTC new, API csg set @ 12,040'. Ran centralizers and rough coated csg. across all zones of interest. Cmt'd w/550 sx. of Modified Super "H" cmt containing .4% CFR-3 + .5% Halad-344 + 5#/sx gilsonite + 3#/sx. salt mixed

© 6:30 AM, CST 6-16-97. Floats held o.k. ND BOP, set slips, cut off csg. Jet and clean pits, rig released © 4:00 PM CST, 6-16-97.

* NOTE

I hereby certify that the information above is true and complete to the best of my kr		NR 25 97
SIGNATURE SIGNATURE COMPANY TO	TITLE Regulatory Analyst	ROSWELL NM 08-19-97
TYPE OR PRINT NAME Brenda Coffman (This apace for State Use)		тецерноме NO. (915)683-2534
ORIGITAL SIGNED BY TIM W. GUM APPROVED BY DISTRICT II SUPERVISOR CONDITIONS OF APPROVAL, IF ANY:	TITLE	AUG 2 6 1997.