Submit 3 Copies to Appropriate District Office

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89	c \51
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DISTRICT I P.O. Box 1980, Hobbs, NM 88240

OIL CONSERVATION DIVISION P.O. Box 2088

WELL API NO. 30-015-10060

	30-013 10000
P.O. Drawer DD, Artesia, NM 88210 Santa Fe, New Mexico 87504-2088	5. Indicate Type of Lease STATE THE FEE
DISTRICT III 1000 Rio Brazos Rd., Aziec, NM 87410	6. State Oil & Gas Lease No.
	V-4322
SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT"	7. Lease Name or Unit Agreement Name
(FORM C-101) FOR SUCH PROPOSALS.) MAY 3 1 1996	Rookie State
OIL GAS WELL OTHER	a W.H.V.
2. Name of Operator	8. Well No.
Penwell Energy, Inc. 3. Address of Operator	9. Pool name or Wildcat
600 N. Marienfeld Suite 1100, Midland, Tx. 79701	Undesignated Bone Spring
4 Well Location	56 Feet From The East Line
22G - 26F	NMPM Eddy County
Section 7 Township 22S Range 26E 1	Y/////////////////////////////////////
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Check Appropriate Box to Indicate Nature of Notice, Re	eport, or Other Data
NOTICE OF INTENTION TO:	SEQUENT REPORT OF:
PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK	ALTERING CASING
TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING	
PULL OR ALTER CASING CASING TEST AND CE	——————————————————————————————————————
	perf, acidize, frac
12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, include work) SEE RULE 1103.	
1-30-96 Ran 142 jts. 5 1/2", 15#, J-55 LT&C (6,39 17#, J-55, LT&C (763.31'), float collar (csg (44.46'). RU Halliburton: Pumped 16 nitrogen; mixed & pumped 1480 sxs premium 6% Halad 9. RD	5 bbls. 2% KCL w/150 scf 50/50 poz w/ 1/4# celophane
2-23-96 MIRU HLS and perf'd lower bench of 2nd Bo 6843' w/2spf; total 24 shots. PU & RIH w packer @ 6645' w/18 pts. compression. Ac 7 1/2% NeFe acid + 37 BS. Fraced zone w/carrying 75,6000# of 20/40 mesh sand; Avg	ridized perfs w/1500 gals of 24.000 gals of Hybor G3295
gal; job complete. 2-24-96 Perf'd upper bench of 2nd Bone Springs Sa 20 shots total. Acidized perfs w/ 1000 g 40 RCN ball sealers.	nd from 6715' - 6725' w/2 sp
I hereby certify that the information above is true and complete to the best of my knowledge and belief.	May 28 1996
SIONATURE D'ENGA OF MAN TIME Production	Analyst May 28, 1996
TYPE OR PRINT NAME	TELEPHONE SO.
(This space for State Use DRIGIMAL SIGNED BY TIM W. GUM DISTRICT IS SUPERVISOR	JUN - 6 1996
GROVER TO DECEMBE	DATE

APTROVED BY-