

OIL CONSERVATION DIVISION

2040 South Pacheco
Santa Fe, New Mexico 87505

DISTRICT I

1625 N. French Dr., Hobbs, NM 88240

DISTRICT II

811 S. First Street, Artesia, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

WELL API NO.
30-005-00229

5. Indicate Type of Lease

STATE



FEE



6. State Oil & Gas Lease No.

VA-2101

7. Lease Name or Unit Agreement Name

MONTGOMERY STATE

8. Well No.

1

9. Pool Name or Wildcat

UND. PENN

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"
(FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well:

OIL



GAS

WELL



OTHER

RE-ENTRY

Name of Operator

ELK OIL COMPANY

3. Address of Operator

POST OFFICE BOX 310, ROSWELL, NEW MEXICO 88202-0310

4. Well Location

Unit Letter: N : 660 Feet From The SOUTH Line and 1980 Feet From The WEST Line

Section 2 Township 8 SOUTH Range 27 EAST NMPM CHAVES County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)

3936' GR

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK



PLUG AND ABANDON



TEMPORARILY ABANDON



CHANGE PLANS



PULL OR ALTER CASING



MULTIPLE COMPLETION



OTHER:

SUBSEQUENT REPORT OF:

REMEDIAL WORK



ALTERING CASING



COMMENCE DRILLING OPNS.



PLUG AND ABANDONMENT



CASING TEST AND CEMENT JOB



OTHER:



12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work)

SEE RULE 1103 For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

FROM 10/2/01 THRU 10/31/01: TRIED TO REENTER WELL. CLEANED OUT TO TOP OF CASING STUB. COULD NOT TIE CASING. VERBAL PERMISSION TO PLUG AND ABANDON WELL. PLUGGED AND ABANDONED AS FOLLOWS.

(1) SET 40 SXS PLUG AT 4625'.

(2) SET 25 SXS PLUG AT 4113'.

(3) SET 35 SXS PLUG AT 2667'.

(4) SET 45 SXS PLUG AT 1510' / 50' IN AND 50' OUT OF 9 5/8 CASING SHOE.

(5) SET 10 SXS PLUG AT SURFACE.

PLACED HEAVEY MUD BETWEEN ALL PLUGS.

(6) INSTALL 4 X 4 DRY HOLE MARKER.

(7) CLEANED LOCATION. READY FOR INSPECTION.



I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE

Joseph J. Kelly

TITLE

PRESIDENT

DATE

12/4/01

TYPE OR PRINT

NAME

JOSEPH J. KELLY

TELEPHONE NO.

505-623-3190

(This space for State Use)

APPROVED BY

[Signature]

TITLE

Field Rep ID

DATE

JAN 30 2002

CONDITIONS OF APPROVAL, IF ANY: