

Jan-26-05 10:50

From-JOHN HENDRIX CORP

14326847317

T-766 P.02/03 F-262

May 27, 2004

Office

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM

87505

Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-06630

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

B08105

7. Lease Name or Unit Agreement Name
State Land 15

8. Well Number 1

9. OGRID Number 012024

10. Pool name or Wildcat

Penrose Skelly Grayburg

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 Well ☒ Gas Well ☐ Other ☐

2. Name of Operator

John H. Hendrix Corporation

3. Address of Operator

P. O. Box 3040
Midland, TX 79702-3040

4. Well Location

Unit Letter M : 660 feet from the South line and 660 feet from the West line
Section 16 Township 21S Range 37E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

12. 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 COMPL. ☐OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☒ ALTERING CASING ☐COMMENCE DRILLING OPNS. ☐ P AND A ☐CASING/CEMENT JOB ☐OTHER: ZA Tubb & recomplete in Penrose Skelly Grayburg ☐

13. 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.

11/15/04 Set RBP at 5580' to ZA Tubb Zone.

11/16/04 Ran CBL-GR-CCL log fr. 5579 - 3000'.

11/17/04 Spotted 250 gals. acid. Perf. 3810 - 3947' - 20 holes. Acidized w/ 2500 gals.

11/18/04 S.I. waiting on frac equipment.

12/15/04 Decided to put on pump. Ran tbg. & rods. Tested well.

Well is now a Penrose Skelly Grayburg well.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE

Ronnie H. Westbrook

TITLE Vice President

DATE 01/26/2005

Type or print name Ronnie H. Westbrook

E-mail address:

Telephone No. (432)684-6631

For State Use Only

PETROLEUM ENGINEER

APPROVED BY:

TITLE

DATE

Conditions of Approval (if any):

2A Tubb

JAN 27 2005