

Submit 3 Copies To Appropriate District  
Office  
District I  
1625 N. French Dr., Hobbs, NM 87240  
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

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103  
May 27, 2004

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

WELL API NO. <b>30-025-10706</b>
5. Indicate Type of Lease <b>STATE</b> <input checked="" type="checkbox"/> <b>FEE</b> <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No. <b>310978-00</b>
7. Lease Name or Unit Agreement Name: <b>SKELLY PENROSE "A" UNIT</b>
8. Well Number <b>42</b>
9. OGRID Number <b>000873</b>
10. Pool name or Wildcat <b>LANGLIE MATIX 7 RIVERS-O-GRAYBURG</b>

**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 <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <b>INJECTION</b>	7. Lease Name or Unit Agreement Name: <b>SKELLY PENROSE "A" UNIT</b>
2. Name of Operator <b>GRUY PETROLEUM MANAGEMENT COMPANY ATTN: DON ALDREIDGE</b>	8. Well Number <b>42</b>
3. Address of Operator <b>P.O. BOX 140907, IRVING, TEXAS 75014-0907</b>	9. OGRID Number <b>000873</b>
4. Well Location Unit Letter <b>B</b> : <b>600</b> feet from the <b>NORTH</b> line and <b>1980</b> feet from the <b>EAST</b> line Section <b>10</b> Township <b>23S</b> Range <b>37E</b> NMPM County <b>LEA</b>	10. Pool name or Wildcat <b>LANGLIE MATIX 7 RIVERS-O-GRAYBURG</b>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) <b>3,206' DF</b>	
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input checked="" type="checkbox"/>	
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 <input type="checkbox"/>	PLUG AND ABANDON <input checked="" type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>
OTHER: <input type="checkbox"/>	

SUBSEQUENT REPORT OF:

REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>	

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.

GRUY PETROLEUM MANAGEMENT CO. REQUESTS APPROVAL TO PLUG AND ABANDON THE SUBJECT WELL PER NMOCD SPECIFICATIONS AS PER THE ATTACHED PLUGGING PROCEDURE. IF YOU SHOULD HAVE ANY QUESTIONS OR COMMENTS PLEASE CONTACT DAVID EYLER AT 432-687-3033.

**THE OIL CONSERVATION DIVISION MUST  
BE NOTIFIED 24 HOURS PRIOR TO THE  
BEGINNING OF PLUGGING OPERATIONS.**

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 David A. Eyer TITLE AGENT DATE 07/04/05

Type or print name **DAVID A. EYLER**

E-mail address: **deyler@milagro-res.com**

Telephone No. **(432) 687-3033**

For State Use Only

APPROVED BY Gary W. Wink OC FIELD REPRESENTATIVE II/STAFF MANAGER DATE JUL 12 2005

Conditions of Approval, if any:

**Gruy Petroleum Management Company**  
**Skelly Penrose "A" Unit #42**  
**A.P.I. #: 30-025-10706**  
**Lease Serial #: 310978-00**  
**Field: Langlie Mattix 7 RVRs Q Grayburg**  
**Location: 600' FNL & 1980' FEL, Unit Letter B, Sec. 10, Twp. 23S, Rge. 37E**  
**Lea County, New Mexico**

Completion Date: N/A  
Total Depth: 3,622' P.B.T.D.: N/A  
Casing Data: 15" @ 138' w/ 65 sxs. – Cement circulated to surface.  
8-5/8" 26# @ 1197' w/ 50 sxs. – TOC = 715' (Calc.)  
7" 24# @ 3397' w/ 150 sxs. – TOC = 1369' (Calc.)  
5" 13# Liner @ 3297'-3622'  
Tubing Data: 2-3/8" IPC @ 3249' (Set on 7" Howco R-4 Pkr.)  
Rod Data: None  
Open Perfs: 3409'-3463' and 3520'-3602'  
Remarks: 10/03/85 – TIH w/ 1" tbg. between 15-1/2" & 8-5/8" to 300'; Pump 300 sxs. of Class "H" and circ. cement to surface.  
10/04/85 – Perf. sqz. holes in 7" @ 1080'; TIH w/ CIRC to 975'; Pumped 175 sxs. & circ. 50 sxs. to surface.  
10/16/85 – Perf. 7" csg. @ 270'; TIH w/ CIRC to 220'; Pump 500 gal Flo-Check and 75 sxs. Class "H" cement.

#### PXA PROCEDURE

- 1) MIRU workover rig & PXA equipment.
- 2) ND wellhead & NU BOP's; Rel. pkr. & POOH standing back tbg.; Remove pkr. & PU 5" CIBP & RIH w/ tbg. & CIBP to 3350'; Set CIBP @ 3350' & mix & pump a 25 sx.class "C" cmt. plug @ 3350'-3150'; Circ. well w/ pxa mud & POOH laying down tbg. to 2475'.
- 3) Mix and pump a 50 sx. class "C" cmt. plug @ 2475'-2275'; POOH w/ tbg. & WOC; RIH w/ tbg. & tag top of cmt. plug; POOH laying down tbg. to 1300'.
- 4) Mix & pump a 50 sx. class "C" cmt. plug @ 1300'-1100'; POOH w/ tbg. & WOC; RIH w/ tbg. & tag top of cmt. plug; POOH laying down tbg. to 475'.
- 5) Mix & pump a 40 sx. class "C" cmt. plug @ 475'-375'; POOH w/ tbg. & WOC; RIH w/ tbg. & tag top of cmt. plug.
- 6) POOH w/ laying down tubing to 63' & mix & pump a 15 sx. cmt. surf. plug @ 3'-63'.  
FOOH w/ tubing.
- 7) Dig out and cut off well head 3' B.G.L.; Weld steel plate on top of casings & set dry hole marker.
- 8) RDMO rig and PXA equipment. Clean location.

Well: Skelly Penrose "A" Unit #42  
 Field: Langlie Mattox 7 Rvrs. Queen  
 Location: 860' FNL & 860' FEL  
 Sec. 10, T23S, R37E  
 Lea Co., NM

