

DISTRICT I

P.O. Box 1980, Hobbs, NM 88241-1980

DISTRICT II

811 S. First Street, Artesia, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION

2040 South Pacheco
Santa Fe, New Mexico 87505

WELL API NO.
30-025-01911

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.
K-6875

7. Lease Name or Unit Agreement Name

NORTHEAST KEMNITZ

8. Well No.

1

9. Pool Name or Wildcat

KEMNITZ LOWER WOLFCAMP

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 ☒ WELL ☐ OTHER ☐

2. Name of Operator

ELK OIL COMPANY

3. Address of Operator

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

4. Well Location

Unit Letter **M** : **660** Feet From The **SOUTH** Line and **660** Feet From The **WEST** Line

Section **15** Township **16 SOUTH** Range **34 EAST** NMPM **LEA** County

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

4112' 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 ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐

ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐

PLUG AND ABANDONMENT ☐

CASING TEST AND CEMENT JOB ☐

OTHER: **PLUG BACK** ☒

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

January 23, through March 9, 2006:

Rig up pulling unit, set CIBP at 12,780' with 35' cement. Perforate 11,940'-11,984' (Strawn). Acidize with 2000 gallons 15% HCL acid. Swabbed test non-commercial. Set CIBP at 11,780' with 35' cement. Perforate 11,206'-11,216' (Cisco). Acidize with 1500 gallons HCL. Swabbed non-commercial. Set CIBP at 11,100' with 35' cement. Perforate 10,772', 10,798' (Wolfcamp). Acidize with 2500 gallons 15% HCL. Swabbed tested, 25 barrels oil, 30 barrels water. Rig up pumpjack. Tested, 27 barrels oil, 33 barrels water and 60 MCF. Place on production.

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

SIGNATURE

TITLE

PRESIDENT

DATE

3/13/06

TYPE OR PRINT

NAME

JOSEPH J. KELLY

TELEPHONE NO.

505-623-3190

(This space for State Use)

APPROVED BY

CONDITIONS OF APPROVAL, IF ANY

TITLE

PETROLEUM ENGINEER

DATE

2A Kemnitz Morrow

MAR 29 2006