

Submit 3 Copies To Appropriate District 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

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
OCD

WELL API NO.

30-025-24186

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

B-229-1

7. Lease Name or Unit Agreement Name

Kinchloe 2 State

8. Well Number

1

9. OGRID Number

10. Pool name or Wildcat

Oil Center, Glorinda

SUNDRY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR GO 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

PENROC OIL CORPORATION

3. Address of Operator

P.O. BOX 2769, HOBBS, NM 88241

4. Well Location

Unit Letter S : 1980 feet from the SOUTH line and 1980 feet from the WEST line
Section 2 Township 21S Range 36E NMPM County LEA

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

3519 GR

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: Remediation plan ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☒ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ P AND A ☐

CASING/CEMENT JOB ☐

OTHER: 7 ☐

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.

Follow up to C-141 submitted 4/10/07 and approved 4/12/07.
remedial plan is as follows:

1. Using appropriate dirt equipment, get dirt samples from 2, 6, 10 & 12' below the surface at the affected area.

2. Submit sample to Lab for chloride analysis.

3. Depending on chloride test results - either remediate in situ or excavate.

4. If excavate to approved OCD site, replace with non-contaminated soil.

NMSE office: avg. depth to ground water: 200 feet (Sec. 10, T21S, R36E)

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 NMOC guidelines ☐ a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE M. Y. Merchant TITLE Principal DATE 4/17/2007

Type or print name M. Y. Merchant

E-mail address: mymench@penncoill.com Telephone No. (505) 492-1236

For State Use Only

APPROVED BY: Chris Williams TITLE _____ DATE APR 18 2007

Conditions of Approval (if any):