

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

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

Form C-103

May 27, 2004

WELL API NO. <b>30-025-02643</b>
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name: <b>Jack Markham</b>
8. Well No. 1
9. OGRID Number <b>17213</b>
10. Pool name or Wildcat <b>Bough; Permo Penn</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 ☒ Gas Well ☐ Other

2. Name of Operator  
**Penroc Oil Corporation**

3. Address of Operator  
**PO Box 2769, Hobbs, NM 88241-2769**

4. Well Location  
Unit Letter **O** : **660** feet from the **South** line and **1980** feet from the **East** line  
Section **11** Township **9S** Range **35E** NMPM County **Lea**

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

**4145**

Pit or Below-grade Tank Application ☐ or Closure ☐ **STEEL PIT**

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 COMPLETION ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☒  
CASING/CEMENT JOB ☐

OTHER: ☐

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.

6/5/07 MIRU. NU BOP. RU wireline, RIH w 5 1/2 gauge ring. Stack out @ 7900'. POH SDFN

6/6/07 RIH w/ 5 1/2 CIBP and set @ 7700'. Lost setting tool in hole. WIH w/ fishing tool and tbq. caught setting tool, POH.

6/7/07 RIH w/ tbq. open ended, to 7700'. Pump 60 bbls of mud laden fluid. Spot 10 sx cement on top of CIBP. POH to 4300'. SDFN.

6/8/07 Load hole w/ mud laden fluid. Spot 40 sx cement plug @ 4300'. WOC 4 hrs. Tag plug @ 4050. POH to 2240'. Spot 30 sx cement plug @ 2240 to 1937'. POH to 520' Spot 30 sx cement plug. WOC 4 hrs. Tag plug @ 355'. POH to 60 ft. Circulate 20 sx cement plug to surface. Cut off wellhead, dead men. Weld on Dry Hole Marker. Rig down move off.

Approved as to plugging of the Well Bore.  
Liability under bond is retained until  
surface restoration is completed.

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 *M. Y. Merchant* TITLE President DATE 6/12/07

Type or print name M.Y. (Merch) Merchant  
For State Use Only

E-mail address: mymerch@penrocoil.com Telephone No. (505) 492-1236

APPROVED BY *Chris Williams* TITLE Dist. Supervisor DATE 6/14/07  
Conditions of Approval (if any):