| Submit 1 Copy To Appropriate District Office   | State of New Mex            | cico                       | Form C-103                    |  |
|--|-----------------------------|----------------------------|-------------------------------|--|
| District I   | Energy, Minerals and Natura | al Resources               | October 13, 2009              |  |
| District II 1301 W. Grand Ave., Artesia, NM 88210  DIVISION  |                             |                            | API NO.                       |  |
| District II 1301 W. Grand Ave., Artesia, NM 88210 OIL CONSERVATION DIVISION  |                             |                            | ate Type of Lease             |  |
| District III   |                             | 10 i )r                    | TATE FEE                      |  |
| 1000 Rio Brazos Rd., Aztec, NM 87410JAN 13 2010 220 Soddin St. 11dileis Df.  District IV 1220 S. St. Francis Dr., Santa Fe, NMHOBBSOCD 87505   |                             | 6. State                   | Oil & Gas Lease No.           |  |
| 1220 S. St. Francis Dr., Santa Fe, NMTUDD  |                             |                            |                               |  |
| SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A  |                             | 7. Lease GBACK TO A GULF I | e Name or Unit Agreement Name |  |
| DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)  1. Type of Well: Oil Well Gas Well Other SWD  |                             |                            | Number                        |  |
| 2. Name of Operator /  |                             |                            | ID Number                     |  |
| PENROC OIL CORP  |                             | 17213                      | 17213                         |  |
| 3. Address of Operator   |                             | 10. Poo                    | 10. Pool name or Wildcat      |  |
| P.O. BOX 2769, HOBBS, NEW MEXICO 88241   |                             | ,SWD- S                    | AN ANDRES V                   |  |
| 4. Well Location   |                             |                            |                               |  |
| Unit Letter C: 660 feet from the NORTH line and 1980 feet from the   |                             |                            |                               |  |
| WESTline   |                             |                            |                               |  |
| Section 34   | Township 14S                | Range 31E                  | NMPM CHAVES                   |  |
| County  January Control Contro |                             |                            |                               |  |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)   |                             |                            |                               |  |
|  |                             |                            |                               |  |
| 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data   |                             |                            |                               |  |
| NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:  |                             |                            |                               |  |
|  |                             |                            | ☐ ALTERING CASING ☐           |  |
| TEMPORARILY ABANDON ☐ CHANGE PLANS ☐ COMMENCE DR   |                             |                            | PNS.□ PANDA □                 |  |
| <del></del>  | IULTIPLE COMPL              | CASING/CEMENT JOB          |                               |  |
| DOWNHOLE COMMINGLE   |                             |                            |                               |  |
| OTHER:   |                             | OTHER: INITIAL MIT         |                               |  |
| 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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.  |                             |                            |                               |  |
|  |                             |                            |                               |  |
| A.E.D. PUMP, TEST 9-5/8" x 3-1/2" ANNULUS TO 300 PSI, WITH 25 PSI LOSS IN 30 MINUTES. TEST WITNESSED BY MAXIE  |                             |                            |                               |  |
| BROWN. PACKER SET @ 3,769'.  |                             |                            |                               |  |
| ORIGINAL CHART ATTACHED.   |                             |                            |                               |  |
|  |                             |                            |                               |  |
| Spud Date:   | Rig Release Date            | e:                         |                               |  |
|  |                             |                            |                               |  |
|  |                             |                            |                               |  |
| I hereby certify that the information above is true and complete to the best of my knowledge and belief.   |                             |                            |                               |  |
|  |                             |                            |                               |  |
| Type or print name M.Y.[MERCH] MERCHANT E-mail address: mysresch@penrocoi/. Con.  PHONE: 575-492-1236  |                             |                            |                               |  |
| Type or print name M.Y.[MERCH] MERCHANT_ E-mail address: mysrch@penrocoi/. Con- PHONE: 575-492-1236  |                             |                            |                               |  |
| For State Use Only   |                             |                            |                               |  |
| O COLOR DISTRICT 1 SUPERVISOR IN 2 0 2010  |                             |                            |                               |  |
| APPROVED BY:   |                             |                            |                               |  |
| V  |                             |                            |                               |  |

