

Submit 1 Copy 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

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

Form C-103

October 13, 2010

WELL API NO. 30-025-32113	<input checked="" type="checkbox"/>
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
6. State Oil & Gas Lease No. 307841	
7. Lease Name or Unit Agreement Name SKELLY PENROSE B UNIT	<input checked="" type="checkbox"/>
8. Well Number 72	<input checked="" type="checkbox"/>
9. OGRID Number 012444	<input checked="" type="checkbox"/>
10. Pool name or Wildcat LANGLIE MATTIX (37240)	

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
PROVIDENCE ENERGY SERVICES, INC. dba KELTON OPERATING

3. Address of Operator
P.O. BOX 928, ANDREWS, TEXAS 79714-0928

4. Well Location
Unit Letter B : 1220 feet from the NORTH line and 1370 feet from the EAST line
Section 5 Township 23S Range 37E NMPM LEA County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3357'

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 ☐
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

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

OTHER: PLUG BACK - TEST ADDITIONAL ZONES ☒

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

PROPOSED START DATE: OCTOBER 12, 2010

1. Rig up pulling unit and BOP. Pull tubing and rods.
2. Run casing scraper. Set BP at 3450' +/- Load hole with 2%.
3. Run GR-CCL Log. Perforate at 3356-3362; 3380-3388 (2 JSPF) 32 holes. Run tubing, RBP and packer. Acidize with 100 gallons 15% NeFe HCl acid.
4. Swab and test. If warranted will file additional information for recommended fracture stimulation.

Spud Date:

Rig Release Date:

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

SIGNATURE C. Dale Kelton TITLE PRESIDENT DATE October 4, 2010

Type or print name C. Dale Kelton E-mail address: providenceenergy@suddenlink.net PHONE: 432-661-1364

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE OCT 18 2010

Conditions of Approval (if any):