

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 88201

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

RECEIVED

JAN 12 2011

HOBBSOCD

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

WELL API NO.

30-025-10668

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

SKELLY PENROSE B UNIT

8. Well Number 045

9. OGRID Number 012444

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 TA'd Injection

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 D : 660 feet from the NORTH line and 660 feet from the WEST lineSection 8 Township 23S Range 37E NMPM LEA County

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:

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: Mechanical Integrity Test – TA Status ☒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.

Run Mechanical Integrity Test to extend T.A status of well.

1 yr. Only

Condition of Approval: Notify OCD Hobbs
office 24 hours prior of running MIT Test & Chart

Spud Date:

Rig Release Date:

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

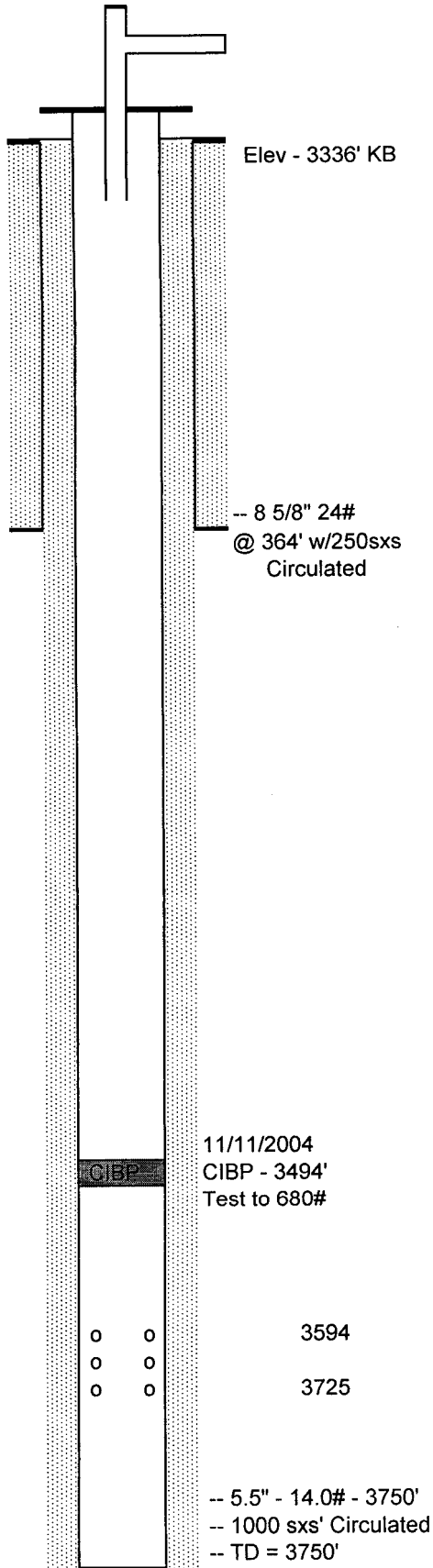
SIGNATURE C. Dale Kelton TITLE PRESIDENTDATE January 3, 2011Type or print name C. Dale KeltonE-mail address: providenceenergy@suddenlink.net PHONE: 432-661-1364

For State Use Only

APPROVED BY: [Signature]TITLE STATE WARRDATE 1-26-2011

Conditions of Approval (if any):

Kelton Operating Corporation - WELL DIAGRAM



WELL INFORMATION

WELL NAME: Skelly Penrose B Unit # 45
 LEGAL LOCATION : 8-23S-37E LEA, NM

WELL HEAD TYPE: _____
 WELL HEAD SIZE: _____
 CASING SIZE: _____

Drilled August 1957

COMMENTS

TEMPORARILY ABANDONED INJECTOR 04/23/1997
 LAST MIT TEST 11-11-2004 680# > 680#

Last prod. 9 BOPD 1970 Converted to Injection 09/1970