

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

**OIL CONSERVATION DIVISION**  
2040 Pacheco St.  
Santa Fe, NM 87505

|                                      |                                                                        |
|--------------------------------------|------------------------------------------------------------------------|
| WELL API NO.                         | 30-025-22018                                                           |
| 5. Indicate Type of Lease            | STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.         | 9943                                                                   |
| 7. Lease Name or Unit Agreement Name | STATE AD                                                               |
| 8. Well No.                          | 11                                                                     |
| 9. Pool name or Wildcat              | Mescalero Permo Penn                                                   |

**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:<br>OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/> | 2. Name of Operator<br>PENROC OIL CORP.                                                                                                                                                                                   |
| 3. Address of Operator<br>P.O. BOX 5970, Hobbs, NM 88241                                                                          | 4. Well Location<br>Unit Letter O : 800 Feet From The South Line and 1980 Feet From The East Line<br>Section 22 Township 10 S Range 32 E NMPM Lea County<br>10. Elevation (Show whether DF, RKB, RT, GR, etc.)<br>4343 DF |

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

| NOTICE OF INTENTION TO:                        |                                           | SUBSEQUENT REPORT OF:                               |                                                                       |
|------------------------------------------------|-------------------------------------------|-----------------------------------------------------|-----------------------------------------------------------------------|
| PERFORM REMEDIAL WORK <input type="checkbox"/> | PLUG AND ABANDON <input type="checkbox"/> | REMEDIAL WORK <input type="checkbox"/>              | ALTERING CASING <input type="checkbox"/>                              |
| TEMPORARILY ABANDON <input type="checkbox"/>   | CHANGE PLANS <input type="checkbox"/>     | COMMENCE DRILLING OPNS. <input type="checkbox"/>    | PLUG AND ABANDONMENT <input type="checkbox"/>                         |
| PULL OR ALTER CASING <input type="checkbox"/>  | OTHER: <input type="checkbox"/>           | CASING TEST AND CEMENT JOB <input type="checkbox"/> | OTHER: Re-completer in lower Penn <input checked="" type="checkbox"/> |

12. 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.

11. 25.96 - 12.4.96

RU Unit. Pulled rods & thg. Tested csg above CIBP @ 8160' to 500' - O.K. Squeezed old perms. Drilled out CIBP @ 8160. Squeezed perms and drilled to 9545. Perf. 2spf: 9360, 62, 73, 76, 78, 80 & 9388'. GTS in 5 min. TTH w/ pbr @ thg. Set pbr @ 9300'. Swabbed oil & gas. Tested 1060ph, 06wph & 50mofd. RD pulling unit - working on tank battery.

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

SIGNATURE M. Y. Merchant TITLE President DATE 12/5/96

TYPE OR PRINT NAME M. Y. Merchant TELEPHONE NO. 505 397-3596

(This space for State Use)

APPROVED BY Paul Kautz Geologist TITLE Geologist DATE 12/5/96

CONDITIONS OF APPROVAL, IF ANY: