

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

REQUEST FOR ALLOWABLE AND AUTHORIZATION
TO TRANSPORT OIL AND NATURAL GAS

| | | | |
|--|--------------------------|---------------------------|--|
| Operator | PENROC OIL CORPORATION | Well API No. | 30-005-10080 |
| Address P.O. Box 5970, HOBBS, NM 88241-5970 | | | |
| Reason(s) for Filing (Check proper box) <input checked="" type="checkbox"/> Other (Please explain) | | | |
| New Well | <input type="checkbox"/> | Change in Transporter of: | |
| Recompletion | <input type="checkbox"/> | Oil | <input type="checkbox"/> Dry Gas <input type="checkbox"/> |
| Change in Operator | <input type="checkbox"/> | Casinghead Gas | <input type="checkbox"/> Condensate <input type="checkbox"/> |
| If change of operator give name and address of previous operator | | | |
| New Gas Sales Connection | | | |

I. DESCRIPTION OF WELL AND LEASE

| | | | | | | | | | |
|-------------|---------------------|----------|---------------|--------------------------------|------------|---------------|----------------------|-----------|--------|
| Lease Name | NEW MEXICO BW STATE | Well No. | 1 | Pool Name, including Formation | TOBAC PENN | Kind of Lease | State Federal or Fee | Lease No. | E-9089 |
| Location | | | | | | | | | |
| Unit Letter | K | 1874 | Feet From The | SOUTH | Line and | 2086 | Feet From The | West | Line |
| Section | 20 | Township | 8S | Range | 33E | NMPM, | CHAVES | County | |

II. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS

| | | | | | | |
|---|--|--|------|------|----------------------------|---------------|
| Name of Authorized Transporter of Oil | <input checked="" type="checkbox"/> or Condensate <input type="checkbox"/> | Address (Give address to which approved copy of this form is to be sent) | | | | |
| Scurlock Permian Corp | | | | | | |
| Name of Authorized Transporter of Casinghead Gas | <input checked="" type="checkbox"/> or Dry Gas <input type="checkbox"/> | Address (Give address to which approved copy of this form is to be sent) | | | | |
| TRIDENT NGL, INC. | | P.O. Box 50250, Midland, TX 79710-0250 | | | | |
| Well produces oil or liquids, or location of tanks. | Unit | Sec. | Twp. | Rgs. | Is gas actually connected? | When? |
| | K | 20 | 8S | 33 | Yes | July 31, 1992 |

If this production is commingled with that from any other lease or pool, give commingling order number:

III. COMPLETION DATA

| | | | | | | | | |
|------------------------------------|-----------------------------|----------|-----------------|----------|-------------------|-----------|------------|------------|
| Designate Type of Completion - (X) | Oil Well | Gas Well | New Well | Workover | Deepen | Plug Back | Same Res'v | Diff Res'v |
| Date Spudded | Date Compl. Ready to Prod. | | Total Depth | | P.B.T.D. | | | |
| Deviation (DF, RKB, RT, GR, etc.) | Name of Producing Formation | | Top Oil/Gas Pay | | Tubing Depth | | | |
| Information | | | | | Depth Casing Shoe | | | |

TUBING, CASING AND CEMENTING RECORD

| | | | |
|-----------|----------------------|-----------|--------------|
| HOLE SIZE | CASING & TUBING SIZE | DEPTH SET | SACKS CEMENT |
| | | | |
| | | | |
| | | | |
| | | | |

TEST DATA AND REQUEST FOR ALLOWABLE

| | | | |
|--|-----------------|---|------------|
| L WELL (Test must be after recovery of total volume of load oil and must be equal to or exceed top allowable for this depth or be for full 24 hours) | | | |
| First New Oil Run To Tank | Date of Test | Producing Method (Flow, pump, gas lift, etc.) | |
| Length of Test | Tubing Pressure | Casing Pressure | Choke Size |
| Actual Prod. During Test | Oil - Bbls. | Water - Bbls. | Gas - MCF |

AS WELL

| | | | |
|----------------------------------|---------------------------|---------------------------|-----------------------|
| Actual Prod. Test - MCF/D | Length of Test | Bbls. Condensate/MMCF | Gravity of Condensate |
| Flowing Method (pilot, back pr.) | Tubing Pressure (Shut-in) | Casing Pressure (Shut-in) | Choke Size |

OPERATOR CERTIFICATE OF COMPLIANCE

I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

M. Y. (Merch) Merchant
Signature M. Y. (Merch) Merchant, President
Printed Name
Date 8/3/92
Telephone No. (505) 397-3596

OIL CONSERVATION DIVISION

AUG 04 '92

Date Approved

By ORIGINAL SIGNED BY JERRY SEXTON
DISTRICT I SUPERVISOR

Title

INSTRUCTIONS: This form is to be filed in compliance with Rule 1104

- 1) Request for allowable for newly drilled or deepened well must be accompanied by tabulation of deviation tests taken in accordance with Rule 111.
- 2) All sections of this form must be filled out for allowable on new and recompleted wells.
- 3) Fill out only Sections I, II, III, and VI for changes of operator, well name or number, transporter, or other such changes.
- 4) Separate Form C-104 must be filed for each pool in multiply completed wells.

RECEIVED

AUG 05 1992

ODD HOUSE OFFICE