

OIL CONSERVATION DIVISION

2040 South Pacheco Santa Fe, New Mexico 87505

DISTRICT I P.O. Box 1980, Hobbs, NM 88241-1980
DISTRICT II 811 S. First Street, Artesia, NM 88210
DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

WELL API NO. 30-025-27611
5. Indicate Type of Lease STATE [X] FEE []
6. State Oil & Gas Lease No. LG-1370
7. Lease Name or Unit Agreement Name STATE P.H.
8. Well No. 1
9. Pool Name or Wildcat DEAN PERMO PENN
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3858' GR

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 [X] GAS WELL [] OTHER []
Name of Operator ELK OIL COMPANY
3. Address of Operator POST OFFICE BOX 310, ROSWELL, NEW MEXICO 88202-0310
4. Well Location Unit Letter P 660 Feet From The SOUTH Line and 660 Feet From The EAST Line
Section 26 Township 15 SOUTH Range 36 EAST NMPM LEA County
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3858' GR

11. 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 []
OTHER: []
SUBSEQUENT REPORT OF:
REMEDIAL WORK [] ALTERING CASING []
COMMENCE DRILLING OPNS. [] PLUG AND ABANDONMENT [X]
CASING TEST AND CEMENT JOB []
OTHER: []

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
06/24/97: SET CIBP @ 10,535' - 25 SXS ON TOP - 10,295'.
06/30/97: SPOT 25 SXS @ 8050' - 7810'.
06/30/97: SPOT 25 SXS @ 6385' - 6143'.
07/02/97: SPOT 75 SXS @ 4850' - 4612' TAGGED, PULLED 4800' OF 5 1/2" CASING.
07/02/97: SPOT 35 SXS @ 2022' - 1888'.
07/03/97: SPOT 75 SXS @ 400' - 108' TAGGED, PERFORATED @ 354' COULD NOT PUMP INTO. PERFORATED @ 191' COULD NOT PUMP INTO.
07/03/97: SPOT 10 SXS @ 30' - SURFACE.
INSTALL DRY HOLE MARKER.
CIRCULATE HOLE WITH 10# MUD.
LOCATION CLEANED AND READY FOR INSPECTION.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.
SIGNATURE [Signature] TITLE PRESIDENT DATE 4/15/98
TYPE OR PRINT NAME JOSEPH J. KELLY TELEPHONE NO. 505-623-3190

(This space for State Use)
APPROVED BY [Signature] TITLE OIL & GAS INSPECTOR DATE APR 23 1998

[Handwritten initials]