

NO. OF COPIES RECEIVED	
DISTRIBUTION	
SANTA FE	
FILE	
U.S.G.S.	
LAND OFFICE	
OPERATOR	

30-025-33176

5a. Indicate Type of Lease	
State <input checked="" type="checkbox"/>	Fee <input type="checkbox"/>
5. State Oil & Gas Lease No.	
17921	

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. OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>
2. Name of Operator Hanley Petroleum Inc.
3. Address of Operator 415 W. Wall, Suite 1500, Midland, TX 79701
4. Location of Well UNIT LETTER <u>N</u> <u>330</u> FEET FROM THE <u>South</u> LINE AND <u>2310</u> FEET FROM THE <u>West</u> LINE, SECTION <u>28</u> TOWNSHIP <u>15 S</u> RANGE <u>35 E</u> NMPM.

7. Unit Agreement Name
8. Farm or Lease Name State 28
9. Well No. 1
10. Field and Pool, or Wildcat West Lovington Strawn
12. County LEA

15. Elevation (Show whether FT, GR, etc.)  
3988 GR

16. 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"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	OTHER <input type="checkbox"/> Request extension of permit

REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
CASING TEST AND CEMENT JOBS <input type="checkbox"/>	OTHER <input type="checkbox"/>

17. 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.

Reference is here made to Hanley Petroleum Inc.'s original application which was approved by you on November 14, 1995 and to your letter addressed to Hanley of May 2, 1996, wherein an additional six months was added to the original Permit to Drill on the captioned well.

Although Hanley still believes this to be a very viable location for an additional development well in the West Lovington Strawn Field, we have been delayed due to whether or not the West Lovington Strawn Unit area operated by Gillespie-Crow Inc. will be expanded and if so on what equitable basis. It is our understanding that matters concerning the West Lovington Strawn Unit Area have been voiced in hearings which will determine whether Gillespie-Crow will ask for a further hearing to expand their Unit. Until this matter is resolved, we are somewhat at an impasse to proceed with the drilling of the captioned well.

Therefore, we would ask your permission to extend the original Permit to Drill for an additional six-month period so that this matter may be resolved and we can proceed to plan for the drilling of the subject location.

Expired Nov 14, 1997

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

SIGNED Greg Wilkes Greg Wilkes TITLE Chief Engineer DATE 11/14/96  
NOV 19 1996

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_  
CONDITIONS OF APPROVAL, IF ANY: