

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 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources

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

Form C-103  
Revised March 25, 1999

<p><b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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.)</p> <p>1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/></p> <p>2. Name of Operator <b>PENROC OIL CORPORATION</b></p> <p>3. Address of Operator <b>P.O. Box 2769 Hobbs NM 88241-2769</b></p> <p>4. Well Location Unit Letter <b>O</b> <b>2130</b> feet from the <b>EAST</b> line and <b>330</b> feet from the <b>SOUTH</b> line Section <b>8</b> Township <b>18S</b> Range <b>35E</b> NMPM <b>Lea</b> County</p> <p>10. Elevation (Show whether DR, RKB, RT, GR, etc.)</p>		<p>WELL API NO. <b>30 025. 20979</b></p> <p>5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/></p> <p>6. State Oil &amp; Gas Lease No. <b>E-7723</b></p> <p>7. Lease Name or Unit Agreement Name: <b>STATE AF</b></p> <p>8. Well No. <b>2</b></p> <p>9. Pool name or Wildcat <b>VACUUM WOLF CAMP</b></p>
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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 ☐ MULTIPLE COMPLETION ☐
- OTHER: ☐

SUBSEQUENT REPORT OF:

- REMEDIAL WORK ☐ ALTERING CASING ☐
- COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐
- 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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompilation.

7/7/00 Submitted plans to TA this well by setting CIB P @ 9800'.  
We still plan to set B.P. @ 9800', however will attempt to perforate  
7740-7820' and establish commercial production. If commercial  
production is not establish, we will submit procedure to P&A  
this well per NMOC rules. Estimated start of workover date  
2/27/2002.

cc: Kemper operating. Abilene, TX

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

SIGNATURE *M. Y. Merch* TITLE *President*

Type or print name *M. Y. (Merch) Merchant*

(This space for State use)

APPROVED BY

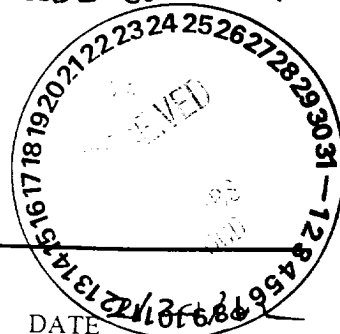
(Conditions of approval, if any:

TITLE

*PAUL F. KAUTZ*  
PETROLEUM ENGINEER

DATE

Telephone No. *(505) 397-3596*



DATE **FEB 22 2002**