

PENROC OIL CORPORATION

KELLY STATE NO. 3

PART 3-A FORM C-108

- 1) PENROC OIL CORPORATION
 Kelly State No. 3
 660' FSL, 660' FWL
 Section 16, T23S, R37E
 Lea County, New Mexico

- 2) 10 3/4" @ 1107' w/400 sxs.
 7" @ 3627' w/600 sxs.
 Casing perforations: 3581'-88'; 3609'-17', 3555'-68'

- 3 & 4) Plan to run 3400' of 2 7/8" plastic coated tubing, set in
 Model AD-1 (Baker) packer which will also be plastic coated.

PENROC OIL CORPORATION

KELLY STATE NO. 3

PART 3-B FORM C-108

- 1) Injection formation is Langlie Mattix; Pool name is Langlie Mattix Seven Rivers Queen.
- 2) Injection interval is perforated as shown above on PART 3-A (2).
- 3) Well was originally drilled as a producer.
- 4) Well was re-entered in 1956 and side-tracked with the current configuration.
- 5) Jalmat gas zone is approximately 2800'. Other productive zone below the injection zone is Blinbry and is below 5000'.