

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

February 9, 1999

POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 (505) 393-6161

Penwell Energy Inc
600 N. Marienfeld, Suite 1100
Midland TX 79701
RE: CANCELLATION OF INTENT TO DRILL
Tumbleweed 5 State #1-F
5-24s-33e 1980/N ε 1980/W
API #30-025-33972

Gentlemen:

Twelve months or more have elapsed since Division Form C-101, Notice of Intention to drill, for the subject well was approved. To date no progress reports, Forms C-103, have been received. Therefore, approval of your permit to drill this well has now expired and no drilling operations are to be initiated without further notice to and approval by the Oil Conservation Division. Pending such approval, this location will be considered as an abandoned location.

Very truly yours,

OIL CONSERVATION DIVISION

Chie Williams by Lay W. Wink Chris Williams

District I, Supervisor

CW:dp

CC:

OCD Santa Fe

BLM

State Land Office OCD Hobbs well file VEID 30-025-33972