Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

N.M. Oil Cor. Division 811 S. 1st Street

Adesia, NM 88210-2834

FORM APPROVED

Budget Bureau No. 1004-0135

Expires: March 31, 1993

5. Lease Designation and Serial No.

NM-81622 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT-" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well XX Oil Well 8 Well Name and No. GOLD RUSH "30" FED #1 2. Name of Operator MARALO, INC. 9. API Well No. 30-015-28032 3. Address and Telephone No. P. O. BOX 832, MIDLAND, TX 79702 10. Field and Pool, or Exploratory Area 47545 NASH DRAW, BRUSHY CANYON 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) UNIT G, SECTION 30, T325, R30E 11. County or Parish, State 1980' FNL & 1980' FEL 23 EDDY, NM CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Notice of Intent Change of Plans Abandonment New Construction Recompletion Non-Routine Fracturing Subsequent Report Plugging Back Water Shut-Off Casing Repair Conversion to Injection Final Abandonment Notice Altering Casing PROPOSED REMEDIAL WORK Dispose Water PROPOSED (Note: Report results of multiple completion on Well Open Additional Brushy Canyon Pay Completion or Recompletion Report and Log form.) **OPERATIONS**: 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* RUPU. TOH w/rods, pump & tbg. TIH w/ RBP to +/- 7000'. Set RBP 2 **ELEVATIONS:** PU to 6615'. Spot 300 gals 7 1/2% mud-removal acid from 6615' to 6423'. TOH w/tbg. 3. 3110.5' KB (26.5' AGL) 9975' PBTD RU perforators using 4" carrier guns, premium charges, decentralized and shoot 1 JSPF @ 6578 -3084' GL 6590' and 6598 - 6615' (total 31 holes). Depths picked on Apollo GR/CBL/CCL log run 2/27/95 which is on depth w/ SWSCO GR/CNL/ LDT log run 7/14/94. CASING: 13 3/8" 54.5# @ 651' w/ 990 sx, circ'd TIH w/tbg & 7" pkr to +/- 6500'. Reverse spot acid into tbg. Set pkr. 9 5/8" 36# @ 3,400' w/ 1800 sx, circ'd 7" 26,29# @ 10,610' w/ 1305 sx in 2 stages, DV @ 7193', TOC @ 300**0'** 5 Pressure up on tbg and breakdown perfs. 6. 4 1/2" 15.1# liner @ 10,048' - 14,200' w/ 600 sx Continue treatment of perfs by pumping 1000 gals 7 1/2% mud-removal acid carrying 62 ball sealers 7. CURRENT down tog at +\- 4 BPM. PERFORATIONS: Swab back load and evaluate. 8. 13,625 - **13,655', Morrow - plugge**d off RU Dowell to frac perfs 6578-6590' w/15,200 gals 30# X-Link gel carrying 9,500# 16/30 Ottawa sand 12,740 - 12,770', Atoka - plugged off 9. 11,647 - 11,704', Wolfcamp - plugged off w/ CIBP @ 11,550' w/ 35' cmt & CIBP @ 10,010' w/ 35' cmt + 33,700# 16/30 resin-coated sand down 2 7/8" tbg at a rate of +/- 8 BPM w/an anticipated treating pressure of 2000 psi. 7,094 - 7109', Brushy Canyon - open Swab/flow back and evaluate. 10 TOH w/tbg & pkr. TIH w/rods, pump & tbg and place on production. When fluid production has dropped such that pump capacity can move all fluid from this zone and current producing zone 7094 - 7109', remove RBP and commingle production from both zones. 14. I hereby certify that the foregoing is true and correct Date JANUARY 30, 1997 REGULATORY ANALYST Signed (This space for Federal or State office use) CORIG SGD.) DAVID PETROLEUM ENGINEER Approved by Title Conditions of approval, if any:

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.