

District I
 1625 N. French Dr., Hobbs, NM 88240
 Phone:(505) 393-6161 Fax:(505) 393-0720

District II
 1301 W. Grand Ave., Artesia, NM 88210
 Phone:(505) 748-1283 Fax:(505) 748-9720

District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV
 1220 S. St Francis Dr., Santa Fe, NM 87505
 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Permit 42510

Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

WELL API NUMBER 30-045-33464
5. Indicate Type of Lease P
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name CENTERPOINT SWD
8. Well Number 001
9. OGRID Number 193838
10. Pool name or Wildcat See Area 13

SUNDRY NOTICES AND REPORTS ON WELLS
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: S

2. Name of Operator
MARALEX DISPOSAL, LLC

3. Address of Operator
PO BOX 338, IGNACIO, CO 81137

4. Well Location
 Unit Letter P : 856 feet from the S line and 738 feet from the E line
 Section 24 Township 31N Range 11W NMPM San Juan County

11. Elevation (Show whether DR, KB, BT, GR, etc.)
5780 GR.

Pit or Below-grade Tank Application or Closure

Pit Type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

12. 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 OF PLANS

PULL OR ALTER CASING MULTIPLE COMPL

Other: _____

SUBSEQUENT REPORT OF:

REMEDIAL WORK ALTER CASING

COMMENCE DRILLING OPNS. PLUG AND ABANDON

CASING/CEMENT JOB

Other: **Perforations/Tubing**

13. 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 recompletion.

Perforate, Acidize and Frac.
 8/4/2006 Perforate 7804-7832
 8/6/2006 Perforate 7716-7744
 8/10/2006 Perforate 7576-7626
 8/11/2006 Perforate 7442-7504
 8/11/2006 Perforate 7200-7274

Perforations

Pool: SWD;MORRISON BLUFF ENTRADA, 96162 Location: P-24-31N-11W 856 S 738 E

TOP	BOT	Open Hole	Shots/ft	Shot Size	Material	Stimulation	Amount
7804	7832	Y	4	0.42		Acid	1000
7804	7832	Y	4		Sand/Water	Frac	84000
7716	7744	Y	4	0.42		Acid	1000
7716	7744	Y	4		Sand/Water	Frac	101600
7576	7626	Y	4	0.42		Acid	2000
7576	7626	Y	4		Sand/Water	Frac	160682
7442	7504	Y	4				0
7200	7274	Y	4	0.42		Acid	1480
7200	7274	Y	4		Sand/Water	Frac	114230

Tubing

SWD;MORRISON BLUFF ENTRADA, 96162

Tubing Size	Type	Depth Set	Packer Set
3.5	N-80	7158	7158

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit or an (attached) alternative OCD-approved plan .

SIGNATURE Electronically Signed TITLE _____ DATE 11/29/2006

Type or print name Carla Shaw E-mail address carlasue4@lycos.com Telephone No. 970-563-4000

For State Use Only:

APPROVED BY: Steve Hayden TITLE Geologist DATE 1/4/2007 10:12:20 AM