Form C-103 State of New Mexico Submit 3 Copies To Appropriate District Office Energy, Minerals and Natural Resources May 27, 2004 District I WELL API NO. 1625 N. French Dr., Hobbs, NM 87240 30-015-34102 District II OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III FEE  $\square$ STATE **x** 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe. NM 87505 District IV 6. State Oil & Gas Lease No. 1220 S. St. Francis Dr., Santa Fe, NM 87505 V-0993 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name: (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A Indian Basin "32" State DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 8. Well Number 1. Type of Well: Oil Well X Gas Well Other 9. OGRID Number 2. Name of Operator RECEIVED Marathon Oil Company 14021 10. Pool name or Wildcat 3. Address of Operator JAN 3 0 2006 P.O. Box 3487 Houston, TX 77253-3487 Indian Basin U. Penn Assoc. (33685) 4. Well Location 1958 feet from the\_ feet from the \_\_\_ South line and 1652' line Township 21-S Range **NMPM** County Eddy 24-E 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4220' GR Pit or Below-grade Tank Application or Closure \_\_\_ Depth to Groundwater \_\_ \_\_\_\_\_ Distance from nearest fresh water well \_\_\_\_\_\_\_ Distance from nearest surface water \_\_\_\_ Pit Liner Thickness: \_ Below-Grade Tank: Volume \_\_\_\_ \_bbls; Construction Material \_ 12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON 🔲 REMEDIAL WORK ALTERING CASING **TEMPORARILY ABANDON CHANGE PLANS** COMMENCE DRILLING OPNS. **PLUG AND ABANDONMENT**  $\mathbf{x}$ **PULL OR ALTER CASING MULTIPLE** CASING TEST AND COMPLETION **CEMENT JOB** OTHER: OTHER: 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. Marathon Oil Company has completed operations to drill, set, test the surface casing on the Indian Basin "32" State No. 9 well. A deep string of 13 3/8" conductor pipe was set @ 295' in the well in addition to a 40' X 20" conductor due to problems with cavernous formations at the surface collapsing in the hole. Please see attachment for details of well work. 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 belowgrade tank has been/will be constructed or closed according to NMOCD guidelines \_\_\_\_\_\_, a general permit \_\_\_\_\_or an (attached) alternative OCD-approved plan \_\_\_\_\_ \_\_ DATE \_\_\_\_\_01/25/2006 TITLE Engineering Techician E-mail address: cekendrix@marathonoil.com Type or print name Charles E. Kendrix Telephone No. 713-296-2096 JAN 3 1 2006

\_ TITLE \_\_\_

For State Use Only

Conditions of Approval, if any:

APPROVED BY\_

FOR RECORDS ONLY

## Indian Basin "32" State No. 9 Drill & Set Deep Conductor Pipe Drill & Set Surface Casing

07/05/2005	Drilled w/ 14 3/4" air hammer f/ 40' to 87'.
07/06/2005	Cont. drilling w/ air hammer f/ 87' to 243'. POOH w/ air hammer. RIH w/ 12 ¼" Reed bit. Drilled 12 ¼" open hole f/ 243' to 280'.
07/07/2005	Drilled 12 1/4" open hole f/ 280' to 790'.
07/08/2005	Drilled f/ 790' to 1124'.
07/09/2005	Drilled f/ 1124' to 1374'. Parted drill pipe. Wait on fishing tool.
07/10/2005	RIH w/ fishing tool could not get below 180'. Reamed f/ 180' to 390'. Attempted to RIH w/ overshot – tight spot @ 225'. Begin reaming when drive line failed. Wait on pinion gear.
07/11/2005	RU overshot and attempt to fish. No success hole continued to cave in. POOH w/ overshot.
07/12/2005	PU 17 1/2" reamer. Reamed f/ 40' to 146'.
07/13/2005	Reamed w/ 17 ½" f/ 146' to 317'.
07/14/2005	Reamed w/ 17 ½" reamer f/ 317 to 440'. Conditioned hole. Decision was made to run a second deeper string of conductor pipe on this well due to cavernous formations close to the surface on the well, which were causing the hole to collapse.
07/15/2005	Circulate hole. POOH w/ reamer & drill pipe. RIH w/ 1 <sup>st</sup> joint 13 3/8" conductor pipe w/ plug on bottom. This joint is perforated on bottom above the plug. RIH w/ 8 additional joints 13 3/8". RU Swage and attempt to wash pipe down – no success. Bottom of 13 3/8" pipe at to 295'. RU Halliburton cementers.Pumped 100 sks Thixatropic, followed by 400 sks Premium Plus + 2% CaCl + 0.25 % Flocele, density 14.2, yield 1.64, water 6.99 gals/ sk. Displaced w/ fresh water. Did not circulate to surface. Ran 1" tubing down casing X hole annulus tagged top of cement @ 89' f/ surface. Pumped 50 sks cement down casing annulus through 1" tubing. WOC. Ran 1" tubing down annulus tagged cement @ 55' f/ surface. Pumped 2 <sup>nd</sup> 50 sk plug.

- WOC. RIH w/ 1" tagged cement @ 55' f/ surface pumped 3<sup>rd</sup> 50 sk plug. WOC. RIH w/ 1" tagged cement @ 55' f/ surface pumped 4<sup>th</sup> 50 sk plug. WOC. RIH w/ 1' tagged cement @ 49' f/ surface pumped 5<sup>th</sup> 50 sk plug. WOC RIH w/ 1" tagged cement @ 49' f/ surface pumped 90 sk plug. Cement came to surface circulated surplus to pit. WOC shut down until Monday morning.
- 07/18/2005 RIH /w 12 ¼" bit to plug. Drill out plug. Wash downhole to top of drill pipe (fish).
- 07/19/2005 Trip w/ mill shoe to fish . Mill over drill pipe. POOH laid down mill. TIH w/ overshot & grapple. Latch on fish and attempt to work free.
- 07/20/2005 Freed fish. POOH laid down fish. RIH w/ 12 ¼" bit. Wash in hole f/ 1326' to 1371'. Resume drilling f/ 1371' to 1400'.
- 07/21/2005 Drill surface hole f/ 1400' to 1576' w/ 12 1/4" bit.
- 07/22/2005 Drill surface hole f/ 1576' to 1671' w/ 12 ¼" bit. Circulate hole waiting on casing crew.
- 07/23/2005 Ran 38 jts 9 5/8" 36 lb, K-55 casing. Casing shoe @ 1671'. RU Halliburton cementers Pumped 860 sks Premium Plus + 2% CaCl + 0.25 lb/sk Flocele, density 14.8, yield 1.345 cuft/ sk, water 6.365 gal/sk, followed by 100 sks Thixotropic. Displaced to shoe. Cement did not circulate to surface. WOC. RIH w/ 1" tubing down casing X conductor annulus. Tagged top of cement @ 496' f/ surface. RU Halliburton, and pumped 25 sks Thixotropic down annulus. WOC. RIH /w 1" tag TOC @ 450'. RU Halliburton pumped 25 sks Thixotropic. WOC.
- 07/24/2005 RIH w/ 1" tubing. Tag TOC @ 440'. RU Halliburton pump 25 sks Thixo. WOC. RIH tag TOC @ 435'. RU Halliburton pump 25 sks Thixo. WOC. RIH w/ 1" tubing tag TOC @ 345'. RU Halliburton pump 140 sks Thixo. WOC. RIH w/ 1" tubing tag TOC @ 310'. RU Halliburton Pump 25 sks Thixotropic. Cement to surface at 20 sks, circulated 5 sks to cellar.
- 07/25/2005 Rigged down United Drilling Rig
- 08/18/2005 Rigged up McVey Drilling rig
- 08/19/2005 Picked up 12 6 ½" drill collars & 15 joints HWDP. Test BOP & valves. Test Surface casing to 1000 psi. Held pressure 30 minutes no bleed off.