

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO.
30-025-26644

5. Indicate Type of Lease
STATE ☒ FEE ☐

6. State Oil & Gas Lease No.
L-6453

7. Lease Name or Unit Agreement Name

Maralo "16" State

8. Well Number 2

9. OGRID Number
6488

10. Pool name or Wildcat
Sioux Tansill (Yates 7 Rivers)

SUNDRY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well ☒ Gas Well ☐ Other ☐

2. Name of Operator

Draco Energy, Inc.

3. Address of Operator

PO Box 11404, Midland, Texas 79702

4. Well Location

Unit Letter E : 1980 feet from the North line and 660 feet from the West line

Section 16 Township 26S Range 36E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
2946' GL

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 PLANS ☐

PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ P AND A ☐

CASING/CEMENT JOB ☐

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.

Circulate hole w/ 9.5# Brine w/ 12.5# gel/bbl.

Set CIBP @ 3241'. (Top perf @ 3291')

Spot 25 sx on top of CIBP.

Spot 25 sx @ 2950'

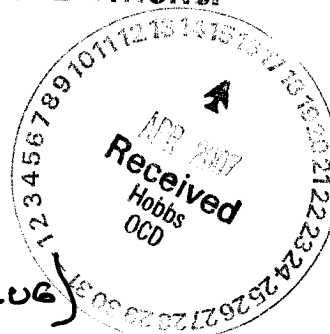
Perf 5 1/2" casing (4SPF) @ 1453'. Sqz w/ 75 sx. Displace to 1353'. WOC & Tag.

Spot 10 sx surface plug.

Cut off wellhead. Install marker. Clean location.

→ SPOT 100' PLUG F/400'-300' (FRESH WATER PLUG)

THE OIL CONSERVATION DIVISION MUST
BE NOTIFIED 24 HOURS PRIOR TO THE
BEGINNING OF PLUGGING OPERATIONS.



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 NMOC guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE [Signature] TITLE President DATE 4-12-07

Type or print name John E. Scherer, Jr. E-mail address: scherer@dracoenergy.com Telephone No. 432.687.4661
For State Use Only

APPROVED BY: [Signature] TITLE OC FIELD REPRESENTATIVE II/STAFF MANAGER DATE APR 18 2007
Conditions of Approval (if any):

WELL DATA

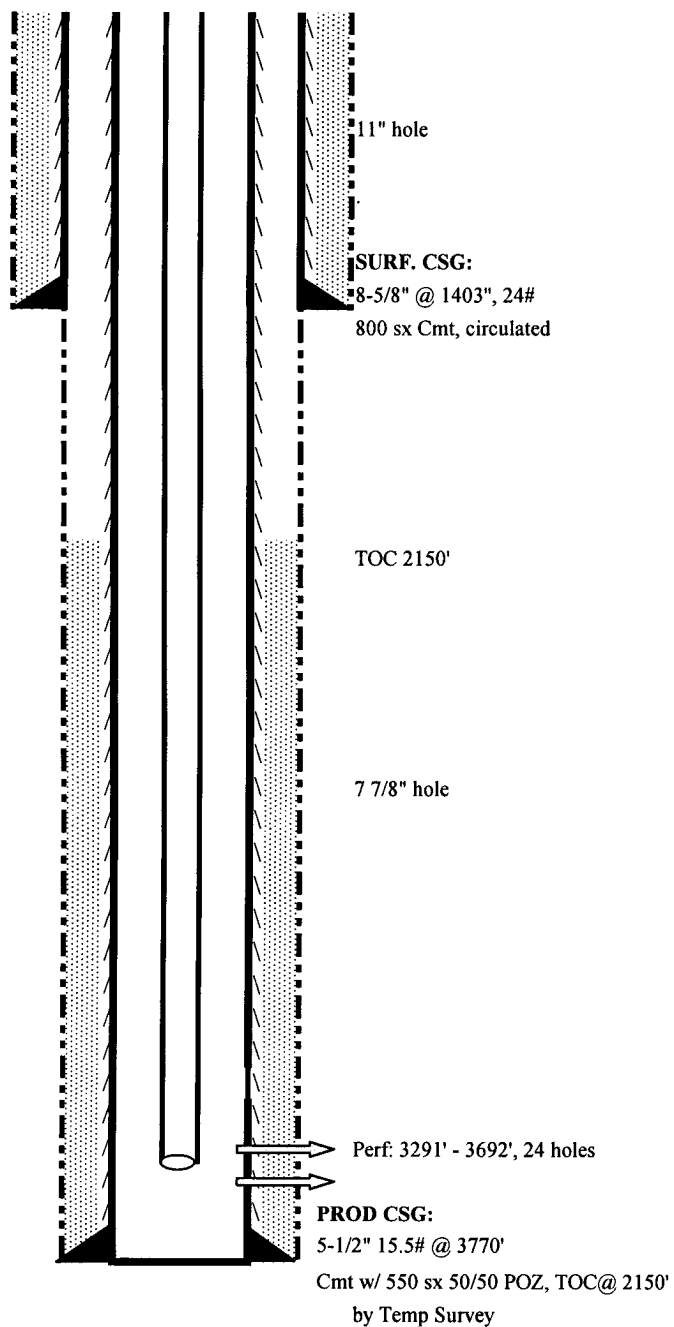
DATE: 4/12/2007

LEASE/WELL: **Maralo "16" State #2**
FIELD: **Sioux Tansill (Yates 7 Rivers)**

LOCATION: E: 1980' FNL and 660' FWL, Sec 16,
Township 26S, Range 36E

COUNTY: Lea

STATE: NM



TD: 3770'
PBD: 3716'

REMARKS: