m 05/7/3823/ 1 C 1176 Form C-103 State of New Mexico Submit 3 Copies To Appropriate District Energy, Minerals and Natural Resources Office May 27, 2004 WELL API NO. District I 1625 N. French Dr., Hobbs, NM 87240 CONSERVAT Multiple (See Attachment) OIL CONSERVATION DIVISION District II 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III STATE [FEE 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 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 Dayton Hardy DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 8. Well Number 1. Type of Well: Oil Well 🔲 Gas Well Other Multiple Multiple 9. OGRID Number 2. Name of Operator Marathon Oil Company 14021 3. Address of Operator 10. Pool name or Wildcat P.O. Box 3487 Houston, TX 77253-3487 Multiple Pools Well Location feet from the Unit Letter feet from the line and line 20 Township **21**S Range 37E **NMPM** County Section 11. Elevation (Show whether DR, RKB, RT, GR, etc.) Pit or Below-grade Tank Application or Closure Depth to Groundwater. Pit type . 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: SUBSEQUENT REPORTSOF: ALTERING CASING [PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK **₩₽ŢŢŖ CHANGE PLANS TEMPORARILY ABANDON** COMMENCE DRILLING OPNS. ABANDONMENT PULL OR ALTER CASING **MULTIPLE** CASING TEST AND COMPLETION **CEMENT JOB** OTHER: Surface Commingle X 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 is seeking permission to surface commingle production on the Dayton Hardy lease. Currently, there are three active wells on this lease. All three wells are downhole commingle production with the one well, Dayton Hardy No. 1, already having the Penrose Skelly Grayburg completed in it. The four planned drill wells are so going to be produced from this pool. Please see the attached documents for details fo well production, API No.'s, and the accompanying C-102's that have been filed for these wells. Also included is a statement from our landman attesting that the ownership is identical in all five pools that we are requesting be allowed for surface commingling. A new C-102 is being submitted to the Hobbs office for the Dayton Hardy with correct footages for that well. 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 he constructed or closed according to NMOCD guidelines _____, a general permit _____or an (attached) alternative OCD-approved plan _____ SIGNATURE. TITLE_ Engineering Technician _DATE ___ E-mail address: cekendrix@marathonoil.com Type or print name Charles E. Kendrix Telephone No. 713-296-2096 For State Use Only

APPROVED BY

Conditions of Approval, if any: