Form 3160-5 (August, 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR

OCD-ARTESIA

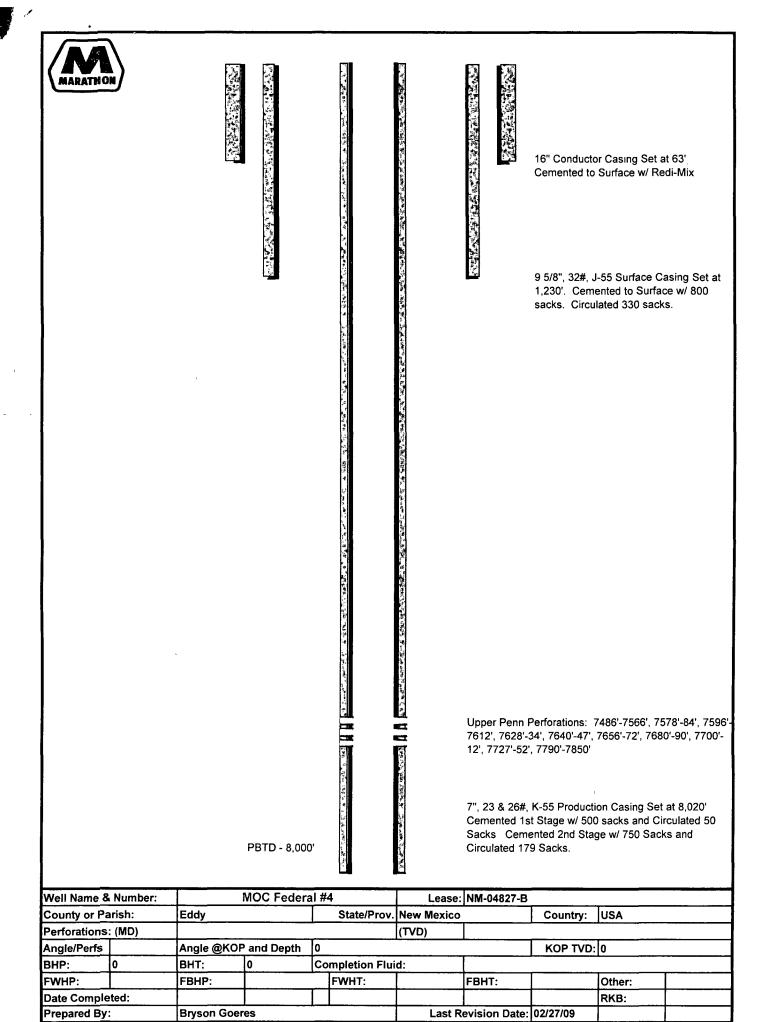
BUREAU OF LAND MANAGEMENT

Lease Senal No

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.						NM-04827-B		
					6 If Indian, Allottee, or Tribe Name			
SUBMIT IN TRIPLICATE - Other Instructions on page 2.					7 If Unit or CA Agreement Name and/or No			
Type of Well X Oil Gas Well			8 Well Name and	No				
2 Name of Operator						deral	#4	
Marathon Oil Company					9 API Well No			
3a Address 3b Phone No				lude area code)				
5555 San Felipe @ Mail Stop #3308			713-296-3412		30-015-28071 10 Field and Pool, or Exploratory Area			
Houston, Texas 77056 4 Location of Well (Foolage, Sec., T., R., M., or Survey Description)			Lat. 32.50568		South Dagger Draw / Upper Pen Associated			
UL 1,980'	660'		Lat.	32.50568	11 County or Par		r Pen Associated	
"L" FSL	FEL 1 T 21-S R		E Long.	104.56210	Eddy	<u> </u>	New Mexico	
12. CHECK APPROPE	RIATE BOX(S) TO INDICA	ATE N			OR OTHER DAT	<u> </u>		
TYPE OF SUBMISSION				TYPE OF ACTION				
X Notice of Intent	Acidize		Deepen	Production (tart/ Resume) Water Shut-off			
	Altering Casing	F	Fracture Treat	Reclamation		Well Inte	grity	
Subsequent Report	Casing Repair	N	New Construction	Recomplete	Othe			
	Change Plans	P	Plug and abandon	X Temporarily	Abandon			
Final Abandonment Notice	Convert to Injection	F	Plug back	Water Dispos	sal			
**Marathon Oil Company is 1 North Indian Basin Unit #2	ent status for the	e above mentioned w						
> Wait on permit appproval			CONDI	TIONS (OF APPRO			
> MIRU kıll truck.	9 0	> Loa	d casing with fre	sh water.				
> Kill well with fresh water > Test ca				asing / CIBP to 500psi, 30-mins, per regulatory requirements.				
> Install and test 3000# lubrica	ke sure chart rec	chart recorder installed before pressure testing begins						
> RIH w / CIBP on wire line correlating depth with logs. > Send in				n pressure chart to Regulatory Compliance depAccepted for record				
> Set CIBP at 7436' > E			ll plug well head			NMOCE	m	
> POOH w / wireline		> RD						
NOTE: Fresh water to be used,	=							
	n to top off the well with fresh			5.0	cation during this	work will be fre	esh water.	
Spud Date: Estimated April (AST Good 1/2008 W		-	-	Estimated April 2009	T	OC IV DDS	S, WRF, FIELD	
14 I hereby certify that the foregoing is tr	ell HAS BOEN 57	- 0 4	e. , ye 4,		СС. 1)O, J V, KKS	s, WKI, FIELD	
Name (Printed/Typed)			Tetto					
RICK R. SCHELL			Title	REGULATORY COMPLIANCE REPRESENTATIVE				
Signature Rick 3 That			Date	3/16/2009				
	THIS SPACE F	OR FE	DERAL OR	STATE OFFICE U	ISE			
	JD Whitlock Jr			IET		te 3/28	100	
Approved by Conditions of approval, if any are attac certify that the applicant holds legal or	hed Approval of this notice doe		arrant or	(50	Da	te / 28	, - /	
which would entitle the app	olicant to conduct opera	tions	thereon		If the second			
Title 18 USC Section 1001 AND Tit States any false, fictitiousor fraudulent state				ison knowingly and wil	mully to make any	uepariment or a	gency of the United	

Procedure:

- Wait on permit approval before beginning this work.
- MIRU kill truck.
- Kill well with fresh water.
- MIRU wire line with 3000# lubricator.
- RIH w/ CIBP on wire line correlating depth with logs. Set CIBP at 7,436.
- POOH w/ wire line.
- RDMO wire line.
- Load casing with fresh water.
- Test casing and CIBP to 500 psi for 30 minutes per regulatory requirements. Make sure chart recorder is installed before pressure test.
- Send in pressure test chart to regulatory department.
- Bull plug well head.
- RDMO.



BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Temporary Abandonment of Wells on Federal Lands Conditions of Approval

A temporarily abandoned well is defined as a completion that is not capable of production in paying quantities but which may have value as a service well. Pursuant to 43 CFR 3162.3-4 (c), no well may be temporarily abandoned for more than 30 days without the prior approval of the authorized officer.

Temporary Abandonment (TA) status approval requires a successful mechanical or casing integrity test as follows:

- A Notice of Intent (NOI) Sundry Notice (Form 3160-5) requesting approval to run a mechanical integrity test (MIT) or casing integrity test (CIT).
- 2. A description of the temporary abandonment procedure.
 - a. A bridge plug or packer must be installed as close to 50 feet above any open perforations or open hole as possible. If a cement plug is used, the top of the cement must be verified by tagging.
 - b. The wellbore must be filled with corrosion inhibited fluid and pressure tested to 500 psi. The casing shall be capable of holding this pressure for at least 30 minutes with a 10% allowable leakoff.
 - c. All downhole production/injection equipment (tubing, rods, etc.) shall be removed from the casing if they are not isolated by a packer.
 - d. A bradenhead test must be conducted. If the test indicates a problem exists, a remedial plan and time frame for remediation shall be submitted within ninety (90) days of the test.
 - e. Contact the appropriate BLM office at least 24 hours prior to the scheduled Casing Integrity Test. For wells in Eddy County, 575-361-2822; Lea County 575-393-3612.
- 3. Provides justification why the well should be temporarily abandoned rather than permanently plugged and abandoned and an estimated date that the well will be returned to beneficial use or plugged and abandoned.

Wells that successfully pass the casing integrity test may be approved for Temporary Abandonment (TA) status provided that the operator:

- 1. Submits a subsequent Sundry Notice (Form 3160-5) requesting TA approval.
- Describes the temporary abandonment procedure.
- 3. Attaches a clear copy or the original of the pressure test chart.

If the well does not pass the casing integrity test, then the operator shall within 30 days submit to BLM for approval one of the following:

- 1. A procedure to repair the casing so that a TA approval can be granted.
- A procedure to plug and abandon the well.

Submit Subsequent Report and well bore diagram with all Perforations and CIBP with tops of cement. Well will be approved after successful MIT and subsequent report is submitted. Well must be online or plans to P&A well by March 28, 2010 MOC Federal #4.