

CLSF  
Up

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION  
P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

WELL API NO. <b>30-015-28528</b>
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. <b>E-1051-4</b>
7. Lease Name or Unit Agreement Name <b>HILLMAN "3" STATE</b>
8. Well No. <b>1</b>
9. Pool name or Wildcat <b>PALMILLO (BONE SPRING) 49550</b>

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 TO RE-DRILL" (FORM C-101) FOR SUCH PROPOSALS.)	
1. Type of Well: OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER <input type="checkbox"/> <b>OCT - 3 1996</b>	
2. Name of Operator <b>MARALO, INC.</b>	
3. Address of Operator <b>P. O. BOX 832, MIDLAND, TX 79702</b>	
4. Well Location Unit Letter <b>F</b> : <b>1980</b> Feet From The <b>NORTH</b> Line and <b>2280</b> Feet From The <b>WEST</b> Line Section <b>3</b> Township <b>19S</b> Range <b>28E</b> NMPM <b>EDDY</b> County 10. Elevation (Show whether DF, RKB, RT, GR, etc.) <b>3522' GR</b>	

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
OTHER: <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input type="checkbox"/>
	OTHER: <b>RECOMPLETION ATTEMPT IN BONE SPRING CARBONATE</b> <input checked="" type="checkbox"/>

12. 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.

09/16/96 POH W/269 JTS 2-7/8" TBG + 5-1/2" MODEL "R" PKR. RIH W/5-1/2" CIBP. SET @ 8575'. RIH W/ DUMP BAILER & CAPPED CIBP W/35' CEMENT. NEW PBTD @ 8540'.

09/17/96 CIRC'D HOLE W/2 1/2" KCL WTR & SPOTTED 500 GALS 15% NEFE ACID FROM 8014-7502'. RIH & CORRELATED TO GR/CBL/CCL RUN 09/12/95 AND SHOT 2 SPF @ 7654-7661', 7719-7722', 7726-7733', 8007-8014', 56 HOLES. RIH W/5-1/2" LOC-SET RBP + 5-1/2" MODEL "R" PKR + 255 JTS 2-7/8" TBG TO 8090' & SET RBP. POH, STANDING BACK 6 JTS UP TO 7903'. SET PKR. SPOTTED 750 GALS 15% NEFE ACID TO BOTTOM OF TBG.

09/18/96 SWABBED - NO OIL/GAS SHOW.

09/19/96 ACIDIZED PERFS 7719-7722', 7726-7733' W/1000 GALS 15% NEFE ACID. PRESSURED BACKSIDE TO 500 PSI. BLED PRESSURE DOWN FROM TBG & CSG PRESSURE BLED DOWN ALSO.

09/20 THROUGH 09/24/96 SWABBING - TRACE OIL/GAS.

09/25/96 RU APOLLO WL. RIH W/ CIBP & SET @ 7620'. CAPPED CIBP W/35' CEMENT. NEW PBTD @ 7585'. RD APOLLO. ND BOP. NU TBG BONNET. SI WELL. OPERATION TO RECOMPLETE IN BONE SPRING UNSUCCESSFUL.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Dorothea Logan TITLE REGULATORY ANALYST DATE OCTOBER 1, 1996

TYPE OR PRINT NAME DOROTHEA LOGAN TELEPHONE NO. 915 684-7441

(This space for State Use)

APPROVED BY ORIGINAL SIGNED BY TIM W. GUM TITLE DISTRICT II SUPERVISOR DATE OCT - 8 1996

CONDITIONS OF APPROVAL, IF ANY: