

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. 30-015-22218
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No. NA
7. Lease Name or Unit Agreement Name KEYSTONE
8. Well No. 1
9. Pool name or Wildcat UNDESIG. (BONE SPRING)
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3212' GR

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 <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER MAR 15 1994
2. Name of Operator MARALO, INC.
3. Address of Operator P. O. BOX 832, MIDLAND, TX 79702
4. Well Location Unit Letter G : 1980 Feet From The NORTH Line and 1980 Feet From The EAST Line Section 32 Township 20S Range 28E NMPM EDDY County 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3212' GR

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: COMMENCE RECOMPLETE IN 1ST BONE SPRING SD. <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.

03-04-94 RELEASE 4½" BAKER MODEL "R" PKR SET @ 10,504'. TALLEY IN HOLE W/4½" CIBP & SET @ 10,500'. TALLEY IN HOLE W/DUMP BAILER & CAPPED CIBP W/35' CEMENT. FILLED HOLE W/155 BBLs 2% KCL WTR & TESTED CIBP & CSG TO 1000 PSI, HELD OK.

03-05-94 RIH W/GR/CLL FROM 6800' to 5100'. SHOT 4 SQUEEZE HOLES @ 6800'. RU PUMP TRUCK. PUMPED INTO SQUEEZE HOLES @ RATE OF 4.5 BPM & PRESSURE TO 700 PSI. RIH W/CEMENT RETAINER + SN + 215 JTS 2-3/8" TBG TO 6725'. TEST TBG TO 7000 PSI ABOVE SLIPS.

03-06-94 SET CEMENT RETAINER @ 6725'. PRESSURED BACKSIDE TO 500 PSI. PUMPED 700 SX PREM. PLUS HALCO LITE, TAILED W/200 SX PREM. CL. "H" NEAT CEMENT. DISPLACED CEMENT TO RETAINER W/25 BW. PULLED OFF RETAINER & CIRC'D & CLEANED UP. PUMPED CEMENT @ AVG RATE OF 3.7 BPM W/PRESSURE @ 1450 PSI THRU MOST OF SQUEEZE.

03-07-94 RIH & RAN CEMENT BOND LOG FROM 6706' TO 5880' w/1000' PSI ON CSG. HAD NO CEMENT ABOVE 6373'. RIH TO 6220'. SHOT 4 SQUEEZE HOLES. RIH w/HALLIBURTON CEMENT RETAINER + SN + 196 JTS 2-3/8" TBG.

03-08-94 PUMPED THRU CEMENT RETAINER TO MAKE SURE CLEAR, OK. SET CEMENT RETAINER @ 6129'. PRESSURED UP BACKSIDE TO 600 PSI. PUMPED 10 BW DOWN TBG & WENT TO CEMENT & PUMPED 200 SX PREM. PLUS CL. "H" CEMENT INTO SQUEEZE PERFS @ 6220'. RETAINER NOT HOLDING. STUNG BACK IN & DROPPED SEALING BAR & SEALED OFF RETAINER. MOC +8 HRS.

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

SIGNATURE Dorothea Owens TITLE REGULATORY DATE MARCH 12, 1994

TYPE OR PRINT NAME DOROTHEA OWENS TELEPHONE NO. (915) 684-7441

(This space for State Use)

SUPERVISOR, DISTRICT II **MAR 21 1994**

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY: