THE OIL CONS COMMISSION Drawer DD Artesia, NM 88210 FORM APPROVED UNITED STATES Form 316 -5 Budget Bureau No. 1004-0135 (June 1990) DEPARTMENT OF THE INTERIOR Expires: March 31, 1993 BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No. USA NM-15303 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals RECEIVED 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well X Oil Well 8. Well Name and No. Other 2. Name of Operator PICKETT DRAW FEDERAL #1 O. C. D. 9. API Well No. MARALO, INC. 3. Address and Telephone No. 30-015-25767 (915) 684-7441 P. O. BOX 832, MIDLAND, TX 79702 10. Field and Pool, or Exploratory Area WILLOW LAKE-BONE SPRING, SE 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State 660' FNL & 1980' FWL, SEC. 9, T25S, R29E EDDY, NM CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12 TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Change of Plans Abandonment **New Construction** Recompletion Subsequent Report Non-Routine Fracturing Plugging Back Water Shut-Off Casing Repair Final Abandonment Notice Altering Casing Conversion to Injection □ Dispose Water Completion or Recompletion Report and Log form.) 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* SEE ATTACHED PROPOSAL TO SURFACE COMMINGLE PRODUCTION WITH THE EXXON "8" FEDERAL LEASE (NM-55929) ON THE PICKETT DRAW FEDERAL LEASE SUBMITTED TO THE STATE OF NEW MEXICO, OIL CONSERVATION DIVISION, SANTA FE, NM. ON JULY 14, 1994. Subject to Like Approval

14. I hereby certify that the foregoing is true and correct

Signed State Office use)

(This space for Federal or State office use)

Approved by
Conditions of approval, if any:

See affactived Conclitions of approval.

Title PETROLEUM ENGINEER

Date 8/10/94

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.