

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 05-045-05221
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. SF079964
7. Lease Name or Unit Agreement Name J.C. Daum
8. Well Number 1
9. OGRID Number 013998
10. Pool name or Wildcat Bisti Lower Gallup

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
6620' DF

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type Workover Depth to Groundwater <50' Distance from nearest fresh water well >1000' Distance from nearest surface water 7200' < 1000'

Pit Liner Thickness: 12 mil Below-Grade Tank: Volume bbls; Construction Material

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 ☐ Gas Well ☒ Other

2. Name of Operator
Maralex Resources, Inc.

3. Address of Operator
P.O. Box 338, Ignacio, CO 81137

4. Well Location
Unit Letter I : 1650 feet from the South line and 990 feet from the East line
Section 26 Township 25N Range 11W NMPM County San Juan

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
6620' DF

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type Workover Depth to Groundwater <50' Distance from nearest fresh water well >1000' Distance from nearest surface water 7200' < 1000'

Pit Liner Thickness: 12 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:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: Workover ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

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.

As approved by the BLM, the existing Gallup completion will be plugged off and the well will be recompleted in the Fruitland Coal formation. A copy of the approved BLM sundry is attached.

This sundry is submitted to the NMOCD to apply for the workover pit. The pit will be 80' x 30' x 10' deep and will be lined with 12 mil plastic. The pit will be contoured and re-seeded after workover and well testing are complete.



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 below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☒, a general permit ☐ or an (attached) alternative OGD-approved plan ☐.

SIGNATURE Jeremy Golob

TITLE Senior Petroleum Engineer DATE 07/07/06

Type or print name Jeremy Golob

E-mail address: jgolob@maralexresources.com Telephone No. 970/563-4000

For State Use Only

APPROVED BY: Brandon Powell
Conditions of Approval (if any):

TITLE DEPUTY OIL & GAS INSPECTOR, DIST. 3 DATE JUL 10 2006