Form 3160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

| | FORM APPROVED |
|---|----------------------------|
| | OMB NO. 1004-0135 |
| } | Expires: November 30, 2000 |

| | | | J. 20000 000 291 |
|----------------|-------------|----------|------------------|
| SUNDRY NOTICES | AND REPORTS | ON WELLS | SE - 0803933 |

| SUBMIT IN TRIPLICATE - Other instructions on reverse side | 7. If Unit or CA/Agreement, Name and/or No. |
|--|--|
| | ; |
| 1. Type of Well Oil Well X Gas Well Other 2. Name of Operator Maxathon Oil Company 3a. Address 3b. Phone No (includant at both) | 8. Well Name and No. Schwerdtfeger No. 14 |
| 3a. Address PO Box 2490 Hobbs, NM 88240 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) UL I, 1650' FSL & 990' FEL Sec. 5, T-27-N, R-11-W | 10. Field and Pool, or Exploratory Area Whist Rutz Pictured Cliffs 11. County or Parish, State Sam Juan |
| 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, I | |
| TYPE OF SUBMISSION TYPE OF ACT | |
| Alter Casing | water Shut-Off amation Well Integrity Disposal Water Shut-Off Well Integrity Other Disposal |

Describe Proposed or Completed Operation (clearly state an pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the final site is ready for final inspection.)

Marathon Oil Company saving this well for its potential with respect to the Basin Fruitland Coal downspacing opportunities, possibly in 2003.

A MIT was done September 10, 2001. The wall was pressured up to 650 psi for 30 minutes with no pressure drop. This test was witnessed by Bruce Martin, OCD Representative. A copy of the chart is attached to the original was given to the OCD.

THIS APPROVAL EXPIRES JAN 0 1 2003

RECEIVED

| | | | JAN 8 - 2002 |
|--|----------|-------------------|-----------------------|
| 14. I hereby certify that the foregoing is true and correct Name (Printed Typed) Kelly Cook Alfle Wh | Title | Admin. Assistant | HOBBS PRODUCTION AREA |
| , , , , , , , , , , , , , , , , , , , | Date | December 20, 2001 | |
| THIS SPACE FOR FEDERA | AL OR | STATE OFFICE USE | |
| Approved by Such M Whon | Tit | 73 | Date 1/3/02 |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant certify that the applicant holds legal or equitable title to those rights in the subject lewhich would entitle the applicant to conduct operations thereon. | t or Off | ice FG | |

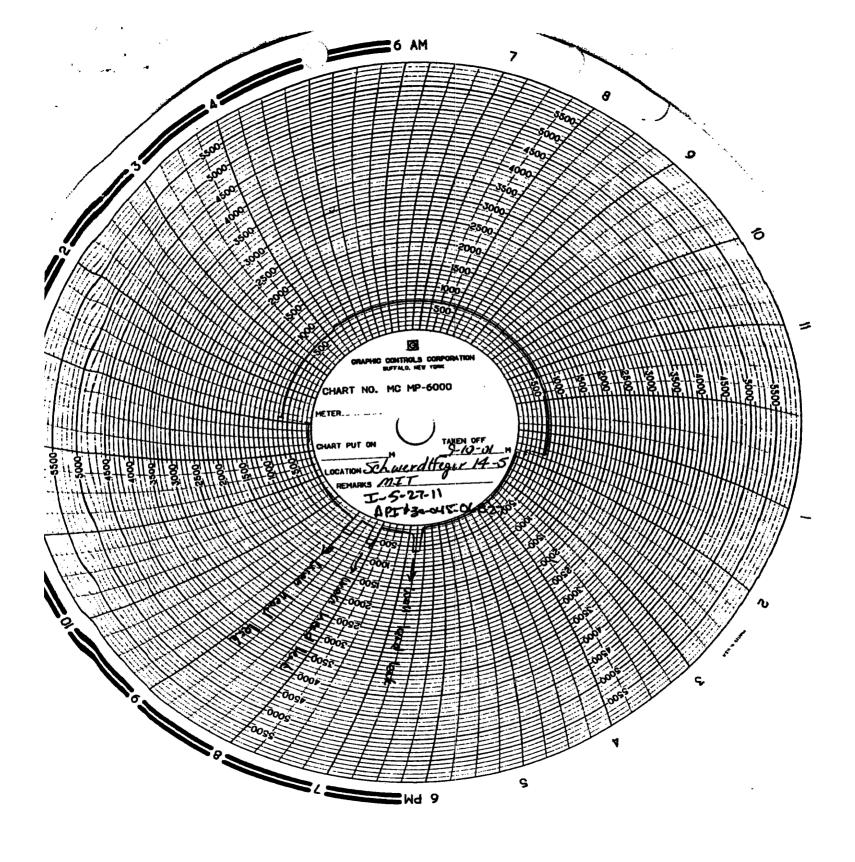


NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

GR. COMBERVATION DIVAGEON
ACTUS CHISTRIGT OFFICER
1600 RD BRAZZOS ROAD
AZTUS RM 87416
(849) 284-8179 FAX: (869) 284-6179
Mb.tanari.abh.an.uslocifiistele Wilming.

MECHANICAL INTEGRITY TEST REPORT (TA or UIC)

| Land Type: State Federal_X Private Indian | | vell Type: Water Injection Salt Water Disposal Gas Injection Producing Oil/Gas K Pressure observation |
|--|---|--|
| Temporarily Abandoned Well (| Y/N): Yes TA Expi | res: 7-15-02 |
| Casing Pres. Bradenhead Pres. Tubing Pres. Int. Casing Pres. Pressured annulus up to | Tbg. SI Pres Tbg. Inj. Pres psi. for 30mins. Test passed/failed | Max. Inj. Pres |
| REMARKS: No PIESSU | | |
| | | TE 21 28 29 37 32 |
| | | JAN 2002 RECEIVED O |
| | | |
| | | DIST S |
| (Operator Representative | Witness_ | DISTS |









Job separation sheet

Form 3160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| FORM APPROVED |
|---------------------------|
| OMB NO. 1004-0135 |
| Expires: November 30, 200 |

5. Lease Serial No.

| ST | _ | いないろおつか | |
|----|---|---------|--|

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.

61 If Indian, Allottee or Tribe Name

| | · | AS F. V | Corut to 30 | | | |
|---|--------------------------|--------------------------------|-------------------|-------------------|-------------------------------|--|
| SUBMIT IN TRIPLICATE - O | ther instructions | on reverse side | APR 2002 | • Y. If Unit or | CA/Agreement, Name and/or N | |
| 1. Type of Well Oil Well | | G. | -005 | 8. Well Nam | | |
| 2. Name of Operator | | 13 | | Schwerdtf | eger No. 14 Sες S | |
| Marrathon Oil Company | | <u> </u> | | 9. API Well | | |
| 3a. Address | | 3b. Phone No. (include at | • | 30-045-06 | 30-045-06827 | |
| PO Box 2490 Hobbs, NM 88240 | | 505 / 393-710 | 6 | | Pool, or Exploratory Area | |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey De | scприоп) | | | West Rutz | Pictured Cliffs | |
| UL I, 1650' FSL & 990' FEL | | | | | P. 11. P | |
| Sec. 5, T-27-N, R-11-W | | | | 1 | or Parish, State | |
| | | | | San Juan | NM | |
| 12. CHECK APPROPRIATE E | BOX(ES) TO INC | CATE NATURE OF | NOTICE, REP | PORT, OR OT | HER DATA | |
| TYPE OF SUBMISSION | | TY | PE OF ACTION | ١ | | |
| X Notice of Intent | Acidize | Drepen | Production | on (Start/Resume) | Water Shut-Off | |
| | Alter Casing | Fracture Treat | Reclamat | ion | Well Integrity | |
| Subsequent Report | Casing Repair | New Construction | Recomple | ete | Other | |
| Π | Change Plans | Plug and Abandon | X Temporal | | | |
| Final Abandonment Notice | | | | • | | |
| | Convert to Injection | n Plug Back | Water Di | sposal | | |
| Describe Proposed or Completed Operation (clearly st If the proposal is to deepen directionally or recomplete | tate all pertinent detai | ls, including estimated starti | ng date of any pr | roposed work and | approximate duration thereof. | |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the final site is ready for final inspection.)

Marathon Oil Company saving this well for its potential with respect to the Basin Fruitland Coal downspacing opportunities, possibly in 2003.

A MIT was done September 10, 2001. The well was pressured up to 650 psi for 30 minutes with no pressure drop. This test was witnessed by Bruce Martin, OCD Representative. A copy of the chart is attached to the original was given to the OCD.

THIS APPROVAL EXPIRES JAN 0 1 2003

RECEIVED

| ************************************** | | JAN 8 - 2002 |
|---|---------------------------------------|---|
| 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Kelly Cook Alfly Lich | Title | HORRE PRODUCTION AREA |
| | Date December 20, 20 | |
| THIS SPACE FOR FEDE | RAL OR STATE OFFICE USE | |
| Approved by Suph M Was | Title /S | Date 1/3/02 |
| Conditions of approval, if any, are attached. Approval of this notice does not warr certify that the applicant holds legal or equitable title to those rights in the subject which would entitle the applicant to conduct operations thereon. | ant or Office | |
| Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, makes it a crime for | or any person knowingly and willfully | to make to any department or agency of the United |

the first of the second of



NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
ACTED DISTRICT OFFICE
1600 RIO BRAZDE ROAD
AZTED INI 57418
(409) 324-0179 FAX: (409) 324-4179
Minterport statement interport

MECHANICAL INTEGRITY TEST REPORT (TA or UIC)

| Property Name Schwardt Cager | erator Marathan O'l lo API#30-045-06827 Well#14 Location: Unit T Sec 5 Twn 27 Rge11 |
|---|--|
| Lan Type: State Federal_X_ Private Indian | Well Type: Water Injection Salt Water Disposal Gas Injection Producing Oil/Gas K Pressure observation |
| Temporarily Abandoned Well (Y/N): 4 | CS TA Expires: 7-15-02 |
| Casing Pres. Bracechead Pres. Tubing Pres. Int. Casing Pres. Pressured annulus up to psi. for | Tog. SI Pres Max. Inj. Pres |
| REMARKS: No pressure de | |
| | |
| | |
| +C3/600 | |
| Operator Representative) Prod. Supervisor | Witness Ollie Whatin (NMOCD) |
| (Position) | REVISED 11-17-98 |

