

Form 3160-5
(June 1990)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

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

SUBMIT IN TRIPLICATE

| | |
|--|--|
| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | 5. Lease Designation and Serial No. NM-85937 |
| 2. Name of Operator MARALO, INC. | 6. If Indian, Allottee or Tribe Name |
| 3. Address and Telephone No. P. O. BOX 832, MIDLAND, TX 79702 (915) 684-7441 | 7. If Unit or CA, Agreement Designation PROHIBITION FEDERAL UNIT |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 2310' FNL, 2155' FML, SEC. 14, T22S, R32E | 8. Well Name and No. PROHIBITION FEDERAL UNIT #5 |
| | 9. API Well No. 30-025-32759 |
| | 10. Field and Pool, or Exploratory Area RED TANK - BONE SPRING |
| | 11. County or Parish, State LEA, NEW MEXICO |

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

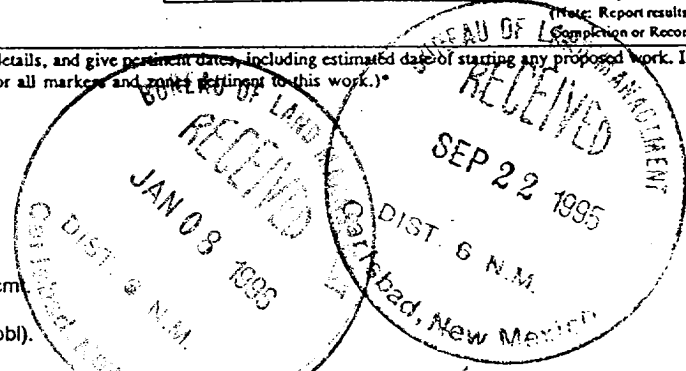
| TYPE OF SUBMISSION | TYPE OF ACTION |
|--|--|
| <input checked="" type="checkbox"/> Notice of Intent | <input checked="" type="checkbox"/> Abandonment |
| <input type="checkbox"/> Subsequent Report | <input type="checkbox"/> Recompletion |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Plugging Back |
| | <input type="checkbox"/> Casing Repair |
| | <input type="checkbox"/> Altering Casing |
| | <input type="checkbox"/> Other _____ |
| | <input type="checkbox"/> Change of Plans |
| | <input type="checkbox"/> New Construction |
| | <input type="checkbox"/> Non-Routine Fracturing |
| | <input type="checkbox"/> Water Shut-Off |
| | <input type="checkbox"/> Conversion to Injection |
| | <input type="checkbox"/> Dispose Water |

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 points pertinent to this work.)

PROPOSED OPERATION: Plug and Abandon

- Notify Shannon Shaw w/BLM @ 505/887-6544.
- MIRU well service unit with workstring.
- RIH w/CIBP on wireline. Set @ +/- 8460'. Cap w/35' cmt.
- Circulate hole w/mud laden fluid (10# brine w/25# gel/bbl).
- RIH w/tbg. Set 100' cmt plug 4657 - 4757', across 8 5/8" csg shoe (20 sx min).
- Determine free point, cut and pull 5 1/2" csg stub (est top of cement +/- 4550').
- Set 100' cement plug across 5 1/2" csg stub (min 45 sx).
- Determine free point, cut and pull 8 5/8" csg (est top of cement 1050').
- Set 100' cmt plug 900' - 1000' across base 13 3/8" csg (min 80 sx).
- Set surface plug and install dry hole marker, clean location.

CURRENT PERFORATIONS: 8571 - 8598'
 8470 - 8480'
 CASING: 13 3/8" 54.5# @ 1122' w/ 950 sx, circ'd
 8 5/8" 32# @ 4707' w/ 2000 sx, TOC - 1050'
 5 1/2" @ 8914' w/ 1325 sx, TOC - 4550'
 8914' TD 8857' PBSD



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

Signed *Deborah Logan* Title REGULATORY ANALYST Date SEPTEMBER 21, 1995

(This space for Federal or State office use)

Approved by *Joe J. Lara* Title PETROLEUM ENGINEER Date 10/11/95

Conditions of approval, if any: See attached, also file completion report (Form 3160-4) original + 5 copies

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.