State of New Mexico District I 1625 N. French Dr., Hobbs, NM 87240 District II 811 South First, Artesia, NM 87210 District IV 2040 South Pacheco, Santa Fe, NM 87505 CONSERVATION DIVISION 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 1. Type of Well: State of New Mexico Form C- Revised March 25, 1 WELL API NO. 30-025-26870 5. Indicate Type of Lease STATE FEE KIK 6. State Oil & Gas Lease No. 7. Lease Name or Unit Agreement Name of Unit Ag	999
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2 No. 60	
2. Name of Operator MARALO, LLC 8. Well No. 26	1
3. Address of Operator 9. Pool name or Wildcat	\dashv
4. Well Location JALMAT YATES SEVEN RIVERS	
Section 18 Township 25S Range 37E NMPM LEA County	ine
10. Elevation (Show whether DR, RKB, RT, GR, etc.)	
3137.9 GR	
11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:	
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASIN	з 🗆
TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS. PLUG AND ABANDONMENT	
PULL OR ALTER CASING MULTIPLE CASING TEST AND CEMENT JOB	
OTHER: OTHER:	533
 Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed complet or recompilation. 	iate on
Attached please find the pressure up chart requested after Annual IMIT Bradenhead test failure witnessed by NMOCD Inspector E. L. Gonzalez on March 19, 2002.	
Thereby costific that the inferrod of the cost of the	
I hereby certify that the information above is true and complete to the best of my knowledge and belief.	
SIGNATURE Quality Angen TITLE REGULATORY ANLAYST DATE APRIL 12.	
SIGNATURE Donather Logan TITLE REGULATORY ANLAYST DATE APRIL 12. Type or print name DOROTHEA LOGAN Telephone No. (915) 68	
SIGNATURE Quality Angen TITLE REGULATORY ANLAYST DATE APRIL 12.	

JC5



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Betty Rivera

Cabinet Secretary

Lori Wrotenbery Director

Oil Conservation Division

Underground Injection Control Program "Protecting Our Underground Sources of Drinking Water"

26-Mar-02

MARALO LLC

PO BOX 832

MIDLAND, TX 79702-

Dear Operator:

The following test(s) were performed on the listed dates on the following well(s) shown below in the test detail section.

The test(s) indicates that the well or wells failed to meet mechanical integrity standards of the New Mexico Oil Conservation Division. To comply with guidelines established by the U.S. Environmental Protection Agency, the well must be shut-in immediately until it is successfully repaired. The test detail section which follows indicates preliminary findings and/or probable causes of the failure. This determination is based on a test of your well or facility by an inspector employed by the Oil Conservation Division. Additional testing during the repair operation may be necessary to properly identify the nature of the well failure.

Please notify the proper district office of the Division at least 48 hours prior to the date and time that repairs will be attempted so that such operations may be witnessed by a field representative.

MECHANICAL INTEGRITY TEST DETAIL SECTION

JALMAT YATES UNIT 026

30-025-26870-00-00

Temporarily Abandoned Injection - (All Types)

2-18-25S-37E

6/22/2002

Test Date:

3/19/2002 12:19:28 PM

Permitted Injection PSI:

Actual PSI:

Test Reason:

Annual IMIT

Test Result:

Repair Due:

Test Type:

Bradenhead Test

FAIL TYPE: Other External Failure

FAIL CAUSE:

Comments on MIT:

FAILED BHT (TALKED W/ OPER. HE WILL PSI UP AND CK WELL)

Thank you for your prompt attention to this matter and your efforts in helping to protect our ground water resource

Sincerely,

Chris Williams, District I Supervisor

Note: Pressure Tests are performed prior to initial injection, after repairs and otherwise, every 5 years; Bradenhead Fests are performed annually Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data. "Failure Type" and "Failure Cause" and any Comments are not to be interpreted as a diagnosis of the condition of the wellbore. Additional testing should be conducted by the operates to accurately determine the nature of the actual failure. * Significant Non-Compliance events are reported directly to the EPA Kenion, VI.

