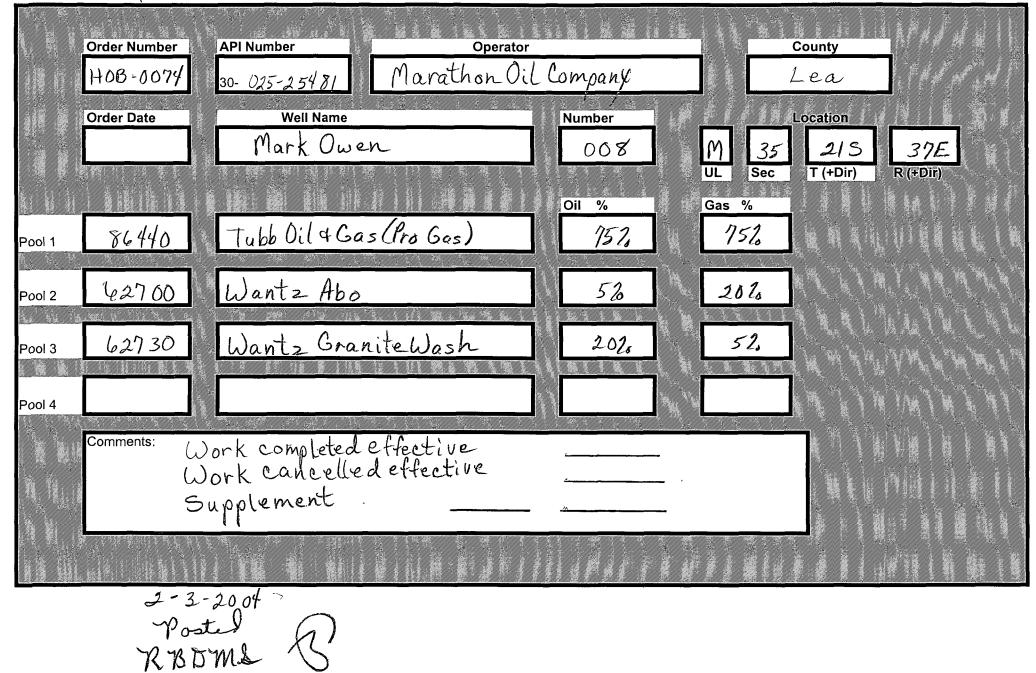


C-103 Réceived 1-29 04 DHC No, Assigned 2-3-2004



| | DHC-765 (Wantz Abo | and War | nt z Granit | e Wash) |
|-------|--|------------------------|-------------------------------|----------------------|
| | DOWNHOLE COMMINGLE CALCULATIONS: | 30-02 | 25-2542 | 81 |
| | OPERATOR: Marathon Oil Company | HC HC | B - 0074 Gas Well | |
| | PROPERTY NAME: Mark Owen | | , | |
| | WNULSTR: $8 - M, 35 - 21 - 37$ | _ | | |
| 86440 | SECTION I: POOL NO. 1_Tubb Oil+Gas (ProGas) | ALLOWAE <u>799</u> | BLE AMOUNT <u>999</u> 9MCF | 99999 |
| 62700 | POOL NO. 2 Wantz Abo | 187 | <u> 22</u> MCF | 6000 |
| 62730 | POOL NO. 3 Wantz Granite Wash | 187 | <u>374</u> mcf | 2000 |
| | POOL NO. 4POOL TOT | TALS 374 | <u>нч96</u> мсғ | |
| | SECTION II: POOL NO. 1_ Tubb O'ildGas (Pro Gas) | 0:(7 <i>52</i> , X | 374=280.50 | G a s 7 5% |
| | POOL NO. 2 Wantz Abs | 520 | | 20% |
| | POOL NO. 3 Wantz Granite Wash | 20% | | 520 |
| | POOL NO. 4 | | | |
| | OIL | GAS | | |

SECTION III: 187 + 757 = 249.34(250)

SECTION IV: $250 \times 751_{5} = 187.50 (188)$ $250 \times 51_{5} = 12.50 (12)$ $250 \times 201_{4} = 50.00 (50)$

SECTION IV:

| Submit 3 Copies To Appropriate District Office | State of New Me | | | Form C-103 |
|--|--|---|---|---|
| District I 1625 N. French Dr., Hobbs, NM 88240 | Energy, Minerals and Natu | ral Resources | WELL API NO. | Revised June 10, 2003 |
| District II 1301 W. Grand Ave., Artesia, NM 88210 | OIL CONSERVATION | | 30-025-25481 5. Indicate Type | |
| <u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410 | 1220 South St. Fran | ncis Dr. | STATE | FEE N |
| District IV | Santa Fe, NM 87 | 7505 | 6. State Oil & G | as Lease No. |
| 1220 S. St. Francis Dr., Santa Fe, NM 87505 | | | | |
| (DO NOT USE THIS FORM FOR PROPOSA DIFFERENT RESERVOIR. USE "APPLICA | | JG BACK TO A | 7. Lease Name o Mark Owen | r Unit Agreement Name |
| PROPOSALS.) 1. Type of Well: Oil Well Gas Well | Other | | Well Number #8 | |
| 2. Name of Operator | | | 9. OGRID Numl | oer |
| Marathon Oil Company | | | 014021 | |
| 3. Address of Operator | | | 10. Pool name of | |
| P.O. Box 552 Midland, TX 79702 4. Well Location | · · · · · · · · · · · · · · · · · · · | | Tubb, Abo, & Gr | anite Wash |
| 4. Wen Location | | | | |
| Unit LetterM: | _760'feet from theSouth | line and _760' | feet from the | _Westline |
| Section 35 | Township 21S | Range 37E | | .ea County |
| | 11. Elevation (Show whether DR, 3,373' - GL | · · · · · · | | |
| | propriate Box to Indicate N | | | |
| | | REMEDIAL WORK | | |
| | | | | |
| | CHANGE PLANS | COMMENCE DRII | | |
| | | CASING TEST AN CEMENT JOB | | ABANDONMENT |
| OTHER: Recomplete and Downh | ole Commingle | OTHER: | , | |
| Describe proposed or comple of starting any proposed work or recompletion. | ted operations. (Clearly state all p c). SEE RULE 1103. For Multip | bertinent details, and le Completions: Att | l give pertinent dat ach wellbore diag | es, including estimated dat am of proposed completio |
| | ests authorization to recomplete th Wantz (Granite Wash) & Wantz | | | as Poop and ponhole |
| The scope of the proposed we and downhole commingle wi | orkover is to selectively perforate th the existing Wantz (Granite Wa | the Tubb from 5,880 ash) & Wantz (Abö) | 0 to 6,170, acidize | and sand fracture stimulate |
| Please find attached a wellbo | re diagram and production plots for | or all zones. | A15161 | Hopps |
| Prior approval to commingle | the Wantz (Granite Wash) & War | ntz (Abo) pools is at | | ĄÇ #765. |
| DHC Order | No.0074 | | Ň | |
| I hereby certify that the information at | pove is true and complete to the be | est of my knowledge | e and belief. | |
| signature BLDL | | Engineer | DATE | 1/23/04 |
| | E-mail address: BDLockhart@ | | | 13 296 2224 |
| his space for State use) | | PETROLEUM E | NGINEER | |
| APPPROVED BY | TITLE_ | ~ | | _DATE <u>FEB3</u> 2 |
| Conditions of approval, if any: | | - | | |
| | | | | - |

Mark Owen Well No. 8 DHC Attachment

- i) Pre-approved pool status was established by Division Order R-11363
- ii) Tubb Oil & Gas (86440), Wantz-Abo (62700) & Wantz-Granite Wash (62730)
- iii) Tubb Oil & Gas, (5,880' 6,170'), Wantz-Abo (6,524' 7,068') & Wantz-Granite Wash (7,156' – 7,487')
- Tubb Oil & Gas, (75% gas & 75% oil)Wantz-Abo (20% gas & 5% oil) & Wantz-Granite Wash (5% gas & 20% oil). Supported from tests prior to temporary abandonment.
- v) The proposed commingling will not reduce the value of the total remaining production
- vi) The ownership and percentages are identical for the zones

. .