

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 87240
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. 30-025-33607
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. B 3654
7. Lease Name or Unit Agreement Name: McGrail State
8. Well Number 9
9. OGRID Number 14021
10. Pool name or Wildcat Monument Abo

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>
2. Name of Operator Marathon Oil Company
3. Address of Operator P.O. Box 3487 Houston, TX 77253-3487
4. Well Location Unit Letter K : 1980' feet from the South line and 1650' feet from the West line Section 26 Township 19-S Range 36-E NMPM County Lea
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3681' GR
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/> Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____ Pit Liner Thickness: _____ 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 COMPLETION ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☒ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐
CASING TEST AND 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.

Marathon Oil Company has completed operations to acid treat the McGrail State No. 9.
04/20/2005 to 04/26/2005 Marathon pulled ESP pump and coil tubing. RIH w/ PPI packers and acidized two intervals in the well, first interval 7376-7379' acidized w/ 10 bbls 15% HCL @ 4.4 BPM @ 3600 psi, flushed w/ 37 bbls water. The second interval, 7183'-7187' was acidized w/ 10 bbls 15% HCL acid @ 1 BPM @ 4100 psi, flushed w/ 43 bbls water. The well was put back on production with a sub pump run on 2 7/8" tubing w/ bottom of ESP @ 7382' & Intake @ 7336'.

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 NMOC guidelines ☐ , a general permit ☐ or an (attached) alternative OCD-approved plan ☐

SIGNATURE Charles E. Kendrick TITLE Engineering Technician DATE 01/23/2006

Type or print name **Charles E. Kendrick**

E-mail address: cekendrix
Telephone No. **713-296-2096**

For State Use Only

APPROVED BY Mary W. Wank OC FIELD REPRESENTATIVE II/STAFF MANAGER DATE **FEB 01 2006**

Conditions of Approval, if any: