Submit 3 Copies To Appropriate District State of New Mexico Office Energy, Minerals and Natural Resources	Form C-103 May 27, 2004
District I 1625 N. French Dr., Hobbs, NM 87240	WELL API NO.
District II OUL CONSERVATION DIVISION	30-025-31733
1301 W. Grand Ave., Artesia, NM 88210 District III 1220 South St. Francis Dr.	5. Indicate Type of Lease
1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505	STATE 🕱 FEE 🗆
District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505	6. State Oil & Gas Lease No. A-2614
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.)	7. Lease Name or Unit Agreement Name: South Eunice 26 State
1. Type of Well: Oil Well <b>X</b> Gas Well Other	8. Well Number
2. Name of Operator	9. OGRID Number
Marathon Oil Company	14021
3. Address of Operator	10 Poolname or Wildeat GN
P.O. Box 3487 Houston, TX 77253-3487 4. Well Location	Wildest Grayburg
Unit Letter <u>J</u> : 1392' feet from the <u>South</u> line and <u>1818'</u> feet from the <u>East</u> line	
Section 26 Township 22-S Range 37-E NMPM County Lea	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3478' GR	
Pit or Below-grade Tank Application or Closure	
Bit type Depth to Groundwater Distance from nearest fresh water well Distance from nearest surface water	
Pit Liner Thickness: mil Below-Grade Tank: Volumebbls; 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 REMEDIAL WORK SI LICENSING ALTERING CASING	
PULL OR ALTER CASING COMPLETION CASING TEST AND COMPLETION	<i>, 45</i> ∕□
	61.81.11. <sup>8</sup>
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 re-complete the South Eunice 26 State No. 1 to the grayburg formation. Please see attachment for details of well work.	
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 NMOCD guidelines 🔄 , a general permit 💭 or an (attached) alternative OCD-approved plan	
SIGNATURE Charles E. Kending TITLE Reg Compl	iance Rep DATE 07/07/2006
Type or print name Charles E. Kendrix E-mail address: cel	kendrix@marathonoil.com Telephone No. 713-296-2096
For State Use Only	
APPROVED BY TITLPETROLEUM ENGINEER DATE	
Conditions of Approval if any	
2A WSW; San And	

## South Eunice 26 State No. 1 Re-completion to Grayburg

10/31/2005 MIRU PU. Installed BOPE. Set pipe racks & tbg. RIH w/ 6 1/8" bit & 7" casing scraper on 139 jts 2 7/8" tbg to 4231'. PUH w/ BHA to 3805'. Pickle tbg w/ 10 bbls of 7 ½ % HCL acid. Displace acid through tbg into lower perfs f/ 4158' to 4591' w/. 28 bbls water. PUH leaving 29 jts & BHA for kill string. SI well.

RU Baker Atlas perforating equipment. RIH w/ 7" CIBP & CCL. CIBP stuck @ 4403'. Worked CIBP down to 4526' & pulled out of rope socket. Left setting tool & CIBP in hole. Ran 2<sup>nd</sup> CIBP could not get setting tool to fire. POOH w/ 2<sup>nd</sup> CIBP. RIH w/ 3<sup>rd</sup> 7" CIBP. Set CIPB @ 4140'. POOH w/ wireline and setting tool. Load casing w/ 30 bbls water. Pressure test BOP stack, blind rams, CIBP, and casing to 1000 psi. Held pressure. RIH w/ 3 1/8" slick gun carrier w/ 311T 23 gram charges, w/ 1JSPF, 120° phasing w/ collar locator. Perforate eleven intervals in six gun runs as follows:

Interval Feet Shots 3890 - 38912 2 3908 - 3911 3 4 3 3925 - 3928 4 2 3942 - 3943 2 3 3977 - 39804 3 4000 - 40034 3 4007 - 40104 6 4058 - 40646 4076 - 4082 6 6 4090 - 410212 12 4110 - 41166 6 Totals 49' 54 shots

RD Baker Atlas and SI well for night.

- RIH w/ 7" production pkr, SN, 135 jts 2 7/8" tbg. Tagged CIBP @ 4140'. Circ hole w/ 170 bbls to clean up. RU MacKlaskey Acid Pump truck. Pump 14 bbls 15% HCL acid. Displace w/ 21 bbls water to spot acid on perfs. PUH and lay down 10 jts tbg. Pkr swing @ 3808'. Reverse circ 10 bbls water to clear acid out of annulus. Set Pkr and tested backside to 600 psi. Test lines to 5000 psi. Start pumping w/ water, pumped 6 bbls and rate slowed from 3 bpm to 1 bpm but pumping into perfs. Displaced acid to bottom perfs w/ 25 bbls water. RD MacKlaskey pump truck. RU swab. IF @ 600' f/ surface. Made 6 swab runs and Fluid level fell to 1700' f/ surface. No oil, moderate gas blow. Recovered 44 bbls.
- 11/03/2005SITP=27 psi. CP slight vacuum. RU swab. IF @ 800' f/ surface, made 9 runs, final fluid level @ 1900'<br/>f/ surface. Recovered 66 bbls water, no oil. Unset packer POOH w/ 2 7/8" tbg, SN, and 7" pkr. RU Baker Atlas.<br/>RIH w/ CIBP and set @ 4040'. POOH w/ wireline. Isolated perfs f/ 4058-4116. Left perfs open f/ 3890'-4010'<br/>for sand frac. RD Baker Atlas. RIH w/ 30 jt kill string. SI well.

11/04/2005 POOH w/ kill string. RU tbg tester. RIH w/ pkr, SN, 125 jts tbg hydro testing to 5000 spi. Circ hole clean. Set Pkr @ 3812'. Test casing annuls to 500 psi. SI Well waiting on frac job.

- 11/07/2006 RU Halliburton. Tested lines to 5000 psi. Press casing annulus to 500 psi w/ reverse unit, and held pressure during acid and frac job. Pumped 28 bbls acid @ 6.2 PBM @ 1548 psi, finished pumping 7 ½ % HCL acid (103 total). Displace Acid to 3 bbls above top perf w/ 22 bbls Linier Gel. Start pumping sand frac job. Pump pad, break down perfs and establish rates. Pumped 309 bbls pad. Pumped 425 bbls 1#/ gal sand ramping to 5# sand. Pumped 172 bbls 6#/ gal sand. Pumped 22 bbls flush. Shut in treating valve, and bled of surface line pressure. RD Halliburton. Total load to recover 966 bbls acid and frac. Pumped 77,500 lbs Premium Brown 20/40 sand w/ Halliburton additive Expedite 225 Flowback Control. SI Well.
- 11/08/2005 RU Swab. RIH w/ swab mandrel to 3800' did not tag sand fill in tbg. POOH lay down swab. Pressure test annulus to 200 psi. Unset pkr. POOH w/ 125 jts tbg, SN, & pkr. RIH w/ 2 7/8" notched collar on 131 jts 2 7/8" tbg. Tagged sand fill @ 3962'. Reverse circ sand out f/ 3962 to PBTD @ 4040'. POOH w/ tubing and notched collar. RH w/ mud jt, SN, Special Alloy joint, 2 jts 2 7/8" J-55 tbg, 7" tbg anchor, and 80 jts tbg. SI
- 11/09/2005Cont. in hole w/ 43 jts tbg. RIH w/ rod pump and rods. Hung well on.<br/>Load and test tubing and pump action. Clamp off polish rod leave well<br/>down waiting on pumping unit. RD PU
- 11/14/2005 Install pumping unit. Turn well to production.



Marathon Oil Company South Eunice 26 State No. 1 UL<sup>\*</sup>J<sup>\*</sup>, Sec 26, T-22-S, R-36-E

## South Eunice 26 State No. 1 New Well Completion Grayburg

Well Spud on 11/27/1992 Elevation GL 3478' Surface Casing 9 5/8" 32# H-40 set @ 450' w/ 250 sks cmt. Tubing Anchor @ 3760' Seating Nipple @ 3856' Bottom of tubing @ 3888' Upper Grayburg Perfs @ 3890-4010 CIBP @ 4040 Lower Grayburg Perfs @ 4058-4116 CIBP @ 4140 Isolated lower San Andres perfs 4158'-4591' Production Casing 7" 20 & 23 # K-55 Set @ 4698' Cmtd w/ 1000 sks

TD @ 4698'

Well Name & Number: South Eunice 26 State No. 1 Lease South Eunice 26 State (A-2614) County or Parish: State/Prov. Lea New Mexico Country: USA Perforations: (MD) 3890'-4010' (TVD) 4698 Date Completed: 11/15/05 RKB: Prepared By: Charles Kendrix Last Revision Date: 07/07/06

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