| Submit 3 Copies To Appropriate District Office  | State of New Mexico Energy, Minerals and Natural Resources |                                       | Form C-103  |   |
|---|--|---------------------------------------|---|---|
| District I<br>1625 N. French Dr., Hobbs, NM 88240   | Energy, Minerals and                                       | i Naturai Resources                   | WELL API NO.  | May 27, 2004                                  |
| District II<br>1301 W. Grand Ave., Artesia, NM 88210  | OIL CONSERVATION DIVISION                                  |                                       | 30-025-26806<br>5. Indicate Type                        | of Lease                                      |
| District III 1220 South St. Francis Dr. 1000 Rio Brazos Rd., Aztec, NM 87410  |  | STATE                                 | FEE   |   |
| District IV Santa Fe, NM 8/505 1220 S. St. Francis Dr., Santa Fe, NM  |  | 6. State Oil & C<br>L-6731-2          |   |   |
| 87505<br>SUNDRY NOT   | ICES AND REPORTS ON W                                      | VELLS                                 | 7 Lease Name  | or Unit Agreement Name                        |
| (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.) |  |                                       | Maralo "16" State                                       |   |
| 1. Type of Well: Oil Well  Gas Well  Other  |  |                                       | 8. Well Number 6Y                                       |   |
| 2. Name of Operator   |  |                                       | 9. OGRID Number   |   |
| Draco Energy, Inc.  |  |                                       | 6488  |   |
| 3. Address of Operator PO Box 11404, Mdland, Texas 79702  |  |                                       | 10. Pool name or Wildcat Sioux Tansill (Yates 7 Rivers) |   |
| 4. Well Location  | 7102   |                                       | Sloux Talisiii (T                                       | ates / Kivers)                                |
|   | feet from the South line                                   | and 760 feet from th                  | ne West line  |   |
| Section 16  | Township 26S   | Range 36E                             | NMPM  | County Lea                                    |
|   | 11. Elevation (Show wheth                                  |                                       |   | County Dou                                    |
|   | 2938' GL   | · · · · · · · · · · · · · · · · · · · |   |   |
| Pit or Below-grade Tank Application   |  |                                       | _   | _   |
|   | waterDistance from nearest                                 |                                       |   | rface water                                   |
| Pit Liner Thickness: mi   | ,  |                                       | onstruction Material                                    |   |
| 12. Check   | Appropriate Box to Indic                                   | ate Nature of Notice,                 | Report or Othe  | r Data  |
| NOTICE OF I   | NTENTION TO:   | SUB                                   | SEQUENT RE  | PORT OF                                       |
| PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☒ REMEDIAL WORK ☐ ALTERING CASING [  |  |                                       |   |   |
| TEMPORARILY ABANDON   | CHANGE PLANS   | ] COMMENCE DR                         | ILLING OPNS.  | P AND A                                       |
| PULL OR ALTER CASING  | MULTIPLE COMPL   | ] CASING/CEMEN                        | T JOB 🔲   |   |
| OTHER:  | Г  | OTHER:                                |   |   |
| 13. Describe proposed or com  | pleted operations. (Clearly sta                            |                                       | d give pertinent da                                     | tes, including estimated date                 |
|   | ork). SEE RULE 1103. For I                                 |                                       |   |   |
| Circulate hole w/ 9.5# Brine w/ 12.   | 5# gel/bbl.  | 7115 011 01                           |   |   |
| Set CIBP @ 3177'. (Top perf @ 3227')  BE NOTIFIED 24 HOURS  |  |                                       |   | IME: 2.1 Lu. 21                               |
| Spot 25 sx on top of CIBP.  |  | BEGINNING OF                          | PLUGGING.   | 2   |
| Spot 25 sx @ 2950'  |  |                                       | ,   |   |
| Perf 5 ½" casing (4SPF) @ 1500'. S  | Sqz w/ 75 sx. Displace to 1400                             | )'. WOC & Tag.                        | 2 488<br>8 488<br>1 1 2 9 9                             | 101112 10 10 10 10 10 10 10 10 10 10 10 10 10 |
| Spot 10 sx surface plug.  |  |                                       | 345   | 26 T  |
| Cut off wellhead. Install marker. Cl  | ean location.  | SULLATER PLUS                         | 2 2   | 40.0  |
| SPOT 100' PLUG  | F/4001-300' (FRE   | SH MAISK.                             |   | 236 4   |
|   |  |                                       | 18  |   |
|   | 1 1 1 1  | 1 1                                   | /60   | (10)  |
| I hereby certify that the information grade tank has been/will be constructed of  | above is true and complete to                              | the best of my knowledg               | e and belief. I fürd                                    | Presentify that any pit or below-             |
|   |  | ennes , a general permit              | or an (attached) after                                  | uative oc D-approved plan                     |
| SIGNATURE Jet   | Men TIT  | LE <u>President</u>                   |   | DATE <u>4-12-07</u>                           |
| Type or print name / John E. Sch  | parar Ir   | dragg, sahara-@d                      |   | ). 420 (07 466)                               |
| For State Use Only  | E-mail ag  | dress: scherer@dracoen                | ergy.com relepnor                                       | IC INO. 432.08/.4061                          |
| $\overline{}$   | · · · //   | EPREDENHA                             | Haz:  |   |
| ADDDOVED DV LAAA  |  | - LOUINIA!                            | IVE II/CTA  | 4 /   |
| APPROVED BY: Conditions of Approval (if ary):   | Ve Wink TIT  | de field representat<br>Le            | IVE II/STAFF MAI  | NAGE 1 8 2007                                 |

## **WELL DATA**

LEASE/WELL:

Maralo "16" State #6Y

FIELD:

Sioux Tansill (Yates 7 Rivers)

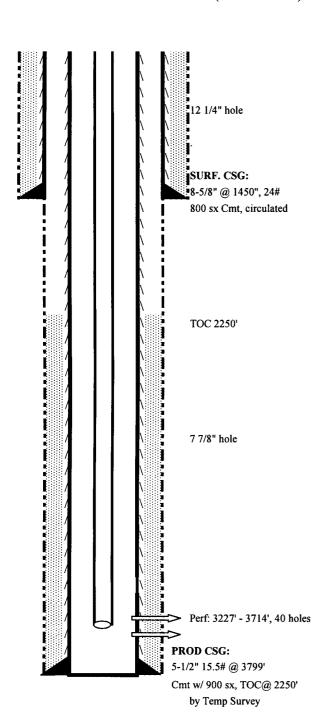
LOCATION: M: 660' FSL and 760' FWL, Sec 16,

Township 26S, Range 36E

DATE: 4/12/2007

COUNTY: Lea

STATE: NM



REMARKS:

TD: 3799' PBD: 3756'