Form C-103 State of New Mexico Submit 3 Copies To Appropriate District Office Energy, Minerals and Natural Resources May 27, 2004 District I WELL API NO. 1625 N. French Dr., Hobbs, NM 87240 30-025-06126 District II OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III FEE \square 1000 Rio Brazos Rd., Aztec, NM 87410 STATE X Santa Fe. NM 87505 District IV State Oil & Gas Lease No. 1220 S. St Francis Dr., Santa Fe, NM 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name: (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A Hansen State DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 8. Well Number 1. Type of Well: Oil Well X Gas Well Other 2. Name of Operator 9. OGRID Number Marathon Oil Company 3. Address of Operator 10. Pool name or Wildcat P.O. Box 3487 Houston, TX 77253-3487 Monument Abo 4. Well Location 660' North 990' East Unit Letter ___ feet from the line and feet from the line Township 20-S Range 37-E **NMPM** County Lea 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3562' GR Pit or Below-grade Tank Application or Closure ___ Depth to Groundwater ___ _ Distance from nearest fresh water well _ ___ Distance from nearest surface water _ Pit Liner Thickness: Below-Grade Tank: Volume_____ __bbls; Construction Material . 12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING **TEMPORARILY ABANDON** CHANGE PLANS COMMENCE DRILLING OPNS. PLUG AND **ABANDONMENT** PULL OR ALTER CASING CASING TEST AND **MULTIPLE** COMPLETION **CEMENT JOB** OTHER: OTHER: Correct Status on Abo Completion \square 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. It has come to my atttention that the Hansen State No 3 well is shown as active in the Monument Abo pool on the NMOCD's records. This well was briefly tested during during June 1996 in the Abo pool. It was shown to make some gas production. This gas production did not hold up, and the well was subsquently re-completed to the Tubb in June 1996. The Tubb completion was later abandoned and the well recompleted to the Paddock. A belated completion report was filed for the Abo formation on 04/15/1997 by Kelly Cook on behalf of Marathon. We believe this completion report was filed in order to report the small amount of gas sold from the well during the June 1996 test period. The well is currently producing from only the Paddock formation with a proposal to go back to the Grayburg San Andres. Please see attached well diagram 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 belowgrade tank has been/will be constructed or closed according to NMOCD guidelines _____, a general permit _____or an (attached) alternative OCD-approved plan _____ SIGNATURE Charles F. Kendling TITLE Regulatory Compliance Rep DATE 07/13/2007 E-mail address: cekendrix@marathonoil.com Type or print name Charles E. Kendrix Telephone No. 713-296-2096 AUG 0 9 2007 For State Use Only

OC DISTRICT SUPERVISOR/GENERAL MANUARIERE.

APPROVED BY

Conditions of Approval, if any:



FIELD: MONUMENT

LEASE: HANSEN STATE

MARATHON OIL COMPANY MID-CONTINENT REGION MIDLAND OPERATIONS NORTHWEST NEW MEXICO

DATE: 3/30/1999 BY: TL CHASE

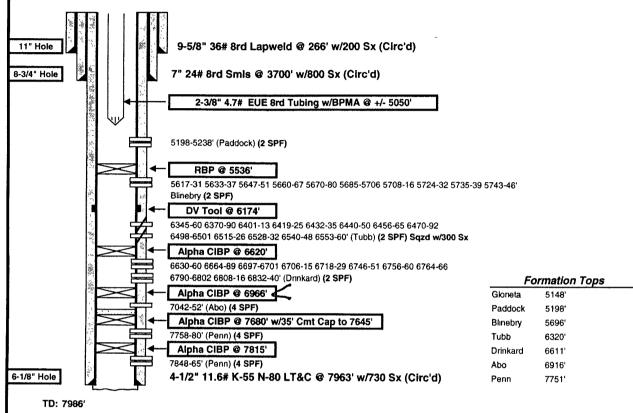
STATE: NEW MEXICO

KB = 3576' WELL: 3

COUNTY: LEA SPUD: 06/27/37 Reach TD: 07/25/37 COMPLETED: 08/01/37 API: 30-025-06126

LOCATION: 660' FNL & 990' FEL, SECTION 16, TOWNSHIP 20S, RANGE 37E, UNIT LETTER "A"

GL = 3562'



Well History

- July '37 Drilled to 3887'. Acdzd Grayburg-San Andres Open Hole 3700-3887' w/5000 Gal. Turned to prod flwg, IP= 35 BOPH, 0 BW.
- Mar '38 Shot off open-hole packer w/14' of subs, leaving 20' fish in hole @ 3861-81'. Returned to production flowing.
- Oct '52 Flowing top allowable @ 43 BOPD & 0 BWPD. Sep '57: Swabbed well to return to flowing.
- Sep '64 Installed pumping equipment. Returned to production pumping 140 BOPD & 140 BWPD. Aug '66: Ran new pump.
- Apr '68 Replaced tubing & LD packer. Returned to production pumping 38 BOPD & 357 BWPD.
- Aug '74 Well TA'd due to water production. Dec '82: Pump tested well @ 3 BOPD & 100 BWPD. Shut-in well.
- flay & June '9' Milled out open-hole packer @ 3861'. Deepened 3887-7986' w/6-1/4" bit. Ran 4-1/2" casing. Perf'd Penn (4 SPF) @ 7848-65'. Swabbed. Set Alpha CIBP @ 7680' w/35' cmt to 7645'. Perf'd Abo (4 SPF) @ 7042-52'. Acdzd same w/3300 Gal 15% Ferchek HCL. Swabbed/flowed back. Perf'd Drinkard (2 SPF) @ 6630-60 6664-89 6697-6701 6706-15 6718-29 6746-51 6756-60 6764-66 6790-6802 6808-16 6832-40'. Acdzd same w/6600 Gal 15% Ferchek HCL w/300 BS's. Swabbed.
 - July '96 Set 2 Alpha CIBPs @ 6966' & 6620'. Perf'd Tubb (2 SPF) @ 6345-60 6370-90 6401-13 6419-25 6432-35 6440-50 6456-65 6470-92 6498-6501 6515-26 6528-32 6540-48 6553-60'. Frac'd same w/68,100 Gal Delta Frac-20 w/176,000# 20-40 Ottawa Sand @ 30-39 BPM & 3200-4050#. Installed pumping equipment & returned to production pumping from Tubb 6345-6560'
 - Aug '96 C/O fill 6446-6620'. Returned to production pumping. 2 weeks later, C/O fill 6573-6620'. Sqzd Tubb peris 6345-6560' w/300 sx Premium Plus w/6% Halad-9 cement. DOC & C/O hole to PBTD 6620'.
 - Sep '96 Perf'd Blinebry (2 SPF) @ 5617-31 5633-37 5647-51 5660-67 5670-80 5685-5706 5708-16 5724-32 5735-39 5743-46'. Acdzd same w/7000 Gal 15% NeFe HCL w/230 BS's @ 4 6 BPM & 4133# Swabbed. Set RBP @ 5536' (New PBTD). Perf'd Paddock (2 SPF) @ 5198-5238'. Acdzd same w/2500 Gal 15% Ferchek HCL w/120 BS's @ 5 BPM & 4000#. Returned to production pumping from Paddock perfs 5198-5238'.