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State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

OIL CONSERVATION DIVISION DISTRICT I P.O. Box 1980, Hobbs NM 88241-1980 WELL API NO. 2040 Pacheco St. DISTRICT II 30-025-33501 Santa Fe, NM 87505 P.O. Drawer DD, Artesia, NM 88210 5. Indicate Type of Lease STATE X DISTRICT III FEE 🗌 1000 Rio Brazos Rd., Aztec, NM 87410 6. State Oil & Gas Lease No. 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" 7. Lease Name or Unit Agreement Name (FORM C-101) FOR SUCH PROPOSALS.) McGrail State 1. Type of Well: OIL WELL X GAS WELL OTHER 2. Name of Operator 8. Well No. Marathon 011 Company 3. Address of Operator 9. Pool name or Wildcat P.O. Box 2409, Hobbs, NM 88240 Monument 4. Well Location EAST Unit Letter 2310 Feet From The North 430 Line and Feet From The West Line Section Township 19-S 36-E Range Lea County 10. Elevation (Show whether DF, RKB, RT, GR, etc.) GL: 3704 KB: 3719.5° 11. 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 CEMENT JOB OTHER: _ OTHER: Acidize 12. 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. 1/10/00 MIRU pulling unit. RU wireline. RIH w/gauge ring. RIH w/F plug & set at 7210°. Tested plug to 5000 psi. ND wellhead. NU BOP. Rel from on/off tool. Pump 250 gals Xylene followed by 500 gals 15% acid w/30 bbls 2% KCL flush down tbg. Rev circ out acid & Xylene. Latch onto on/off tool. Plug would not hold. ND BOP. NU WH. Swab GIH w/bailer & fishing tools. POOH w/partial F plug. (Bottom half and seals left in hole.) 1/12 Chase plug to R nipple at 7208'. RIH w/cutting tool. Cut 1' and R nipple from sub at 7207'. Chase nipple to 7439'. POOH w/wireline. Swab. RD pulling unit. RU to acidize. Test lines to 8000 psi, OK. Pump 4000 gals 20% acid in 70% N2 foam. Flowback 1/13 acid. Return well to production facilities. I hereby certify that the information above is true and complete to the best of my knowledge and belief. SIGNATURE TITLE Records Processor DATE 1/14/2000 TYPE OR PRINT NAME Kelly Cook (This space for State Use) ORIGINAL SIGNED BY CHRIS WILLIAMS DISTRICT I SUPERVISOR APPROVED BY TITLE

CONDITIONS OF APPROVAL, IF ANY: