Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

Date FEBRUARY 8, 1995

5. Lease Designation and Serial No. BUREAU OF LAND MANAGEMENT NM-85937 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE PROHIBITION FEDERAL UNIT 1. Type of Well X Oil Well Gas Well 8. Well Name and No. Other PROHIBITION FEDERAL UT. #4 2. Name of Operator 9. API Well No. MARALO, INC. 30-025-32758 3. Address and Telephone No. 10. Field and Pool, or Exploratory Area P. O. BOX 832, MIDLAND, TEXAS 79702 (915) 684-7441 RED TANK - BONE SPRING 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State 2310' FNL & 1980' FEL, SECTION 14, T22S, R32E INIT 6 CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12 TYPE OF ACTION TYPE OF SUBMISSION Change of Plans Notice of Intent Abandonment New Construction Recompletion Plugging Back Subsequent Report Water Shut-Off Casing Repair Conversion to Injection Altering Casing Final Abandonment Notice X Other COMPLETION PROGNOSIS Dispose Water > 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* COMPLETE IN BRUSHY CANYON PROPOSED OPERATION: (1) RUPU. TIH M/BIT, CSG SCRAPERS, AND 2-7/8" TBG TO PBTD. PICKLE TBG BY PUMPING 300 GALS 15% NEFE TO BOTTOM OF TBG, THEN REVERSING OUT. CIRCULATE HOLE W/CLEAN 2% KCL WATER. (3) PU TO 8513'. RU NOWSCO. SPOT 200 GALS 7-1/2 MUD REMOVAL ACID FROM 8513'. TOH W/BIT, SCRAPERS, AND TBG. (4) RU MEDGE WIRELINE. RUN GR/CCL/CBL (W/1000 PSI ON CSG) FROM PBTD TO TOC. CORRELATE TO SWSCO OH GR/CNL/LDT LOG RUN 01/11/95. (5) TIH W/4" CSG GUNS, PREM. CHARGES, AND SHOOT 1 JSPF @ 8463 - 8467', 8478 - 8496', 8509 - 8513', TOTAL OF 29 HOLES. (6) TIH W/ TBG & 5-1/2" TREATING PKR TO +/- 8350'. REVERSE SPOT ACID INTO TBG. SET PKR. (7) BREAKDOWN PERFS BY PUMPING AWAY SPOT ACID, CONTINUE TREATMENT BY PUMPING 1500 GALS 7-½% MUD REMOVAL ACID CARRYING +/- 58 BALL SEALERS DOWN TBG AT +/- 3 BPM. IF BALLOUT OCCURS, SURGE OFF BALLS & FINISH TREATMENT. (8) SWAB BACK LOAD. TOH W/TBG & PKR. RU NOWSCO TO FRAC PERFS 8463 - 8513' W/28,100 GALS 35# X-LINK GEL CARRYING 57,500# 16/30 OTTAWA SAND + 15,000# 16/30 RESIN COATED SAND. PUMP DOWN CSG AT RATE OF +/- 20 BPM W/AN ANTICIPATED TREATING PRESSURE OF 2200 PSI. SHUT WELL IN TO ALLOW GEL TO BREAK AND RESIN TO CURE. (9) TIH W/TBG & PKR. TAG PBTD TO INSURE PERFS CLEAR. IF NOT, CIRC. (OR BAIL) OUT SAND. PU & SET PKR € +/- 8350'. (10) SWAB/FLOW WELL BACK AND EVALUATE. (11) SET UP SURFACE FACILITIES AND PLACE WELL ON PRODUCTION. 14. I hereby certify that the foregoing is true and correct

Approved by Signed by Shannon J. Shaw Conditions of approval, if any: Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements

REGULATORY ANALYST

ETROLEUM ENGINEER

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(This space for Federal or State office use

or representations as to any matter within its jurisdiction.