N.M. OIL CONS. COMMISSION)X 1980

Date AUGUST 11, 1995

HOBBS, NEW MEXICO 88240 Form 3160-5 UNITED STATES FORM APPROVED Budget Bureau No. 1004-0135 (June 1990) DEPARTMENT OF THE INTERIOR Expires: March 31, 1993 BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No. 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 1. Type of Well PROHIBITION FEDERAL UNIT XX Well 8. Well Name and No. 2. Name of Operator PROHIBITION FEDERAL UNIT #5 MARALO, INC. 9. API Well No. 3. Address and Telephone No. 30-025-32759 P. O. BOX 832, MIDLAND, TX 79702 (915) 684-7441 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) RED TANK - BONE SPRING 2310' FNL, 2155' FML, SEC. 14, T22S, R32E 11. County or Parish, State LEA, NEW MEXICO 12 CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans Recompletion New Construction Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log (orm.) 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.)* CURRENT PERFORATIONS: 8571 - 8598 PROPOSED **OPERATION:** Recomplete in next Brushy Canyon Sand RUPU. TOH w/rods, pump & tbg. Swab and evaluate 2. TIH w/cmt retainer and tbg. Set at +/- 8550'. Squeeze lower perfs w/ +/- 200 sx cmt. Pull out of retainer. Release pkr. Drop down and tag PBTD. Clean out sand if necessar PU to 8480'. Spot 200 gals 7 1/2% mud clean-out acid, triple inhibited. TOH w/tbg. RU Wedge WL. TIH w/4" carrier guns and shoot 1 SPF @ 8470-8480' (11 holes). Depths based on Wedge TIH w/pumping equipment and return well to production. GR/CBL/CCL run 7/6/95. TIH w/5 1/2" treating pkr on tog to +/- 8400'. Reverse acid into tog. Set pkr. Breakdown perfs by pumping away spot acid. Continue treatment by pumping 500 gals 7 1/2% mud clean-out acid carrying 22 ball sealers down tog at a rate of +/- 3 BPM. Swab and evaluate. တ If warranted, RU Dowell to frac perfs 8470-80' w/6,000 gals 30# X-link gel + 12,000 20/40 mesh curable resin-coated sand down tog at a rate of +/- 6 BPM. Shut well in to allow gel to break. resin-coated sand down tbg at a rate of +/- 6 BPM.

Tide 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 or representations as to any matter within its jurisdiction.

Tide REGULATORY ANALYST

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14. I hereby certify-that the foregoing is true and correct

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Approved by ________ Conditions of approval, if any: