

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

FORM APPROVED
Budget Bureau No. 1004-0135
Expires November 30 2000

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	2. Name of Operator Marathon Oil Company	3a. Address P.O. Box 552 Midland, TX 79702	3b. Phone No. (include area code) 915-682-1628	5. Lease Serial No. LC-063245-A	6. If Indian, Allottee or Tribe Name	7. If Unit or CA/Agreement, Name and/or No. CA - SW-290	8. Well Name and No. INDIAN FEDERAL GAS COM #1	9. API Well No. 30-015-10355	10. Field and Pool, or Exploratory Area INDIAN BASIN MORROW	11. County or Parish, State EDDY NM
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12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize <input type="checkbox"/> Deepen <input type="checkbox"/> Production (Start/Resume) <input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing <input type="checkbox"/> Fracture Treat <input type="checkbox"/> Reclamation <input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair <input type="checkbox"/> New Construction <input type="checkbox"/> Recomplete <input checked="" type="checkbox"/> Other <u>COMMINGLE</u>
	<input type="checkbox"/> Change Plans <input type="checkbox"/> Plug and Abandon <input type="checkbox"/> Temporarily Abandon <u>OFF-LEASE STORAGE</u>
	<input type="checkbox"/> Convert to Injection <input type="checkbox"/> Plug Back <input type="checkbox"/> Water Disposal <u>MEASUREMENT & SALES</u>

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the final site is ready for final inspection.)

As required by 43 CFR 3162.7-2 and Onshore Oil and Gas Order No. 4 Marathon Oil Company is requesting approval of off lease measurement, storage & sales, alternate measurement method, and commingling of liquid hydrocarbons. Also, as required by 43 CFR 3162.7-3 and Onshore Oil and Gas Order No. 5, Marathon Oil Company requests approval of off-lease measurement, commingling, and sales of gas. Gas is transported to the Marathon Oil Company Gas Plant which is located in SW/NE, Section 23, T-21-S, R-23-E, in Eddy County, NM, by pipeline. The general routing of this pipeline is shown on the attached map. Liquid hydrocarbons are gathered in a tank and truck hauled to the Marathon Oil Company Gas Plant.

Turbine meters will be used for the Alternate Method of Metering for liquid hydrocarbons per prior approvals.

A form is attached with further information regarding this request.

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

Bureau of Land Management
Received
NOV 20 1998
Carlsbad Field Office
Carlsbad, N.M.

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Ginny Larke	Title Engineer Technician Date 11/18/98
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THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by (ORIG. SGD.) DAVID R. GLASS	Title PETROLEUM ENGINEER	Date NOV 27 1998
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Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

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 or representations as to any matter within its jurisdiction.