

CLSF

Form 3160-5
 (June 1990)

UNITED STATES
 DEPARTMENT OF THE INTERIOR
 BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS

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

SUBMIT IN TRIPLICATE

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
 San Marco Petroleum, Inc.

3. Address and Telephone No.
 1675 Broadway, Suite 2310 Denver, CO 80202

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
 NENE Sec. 32-20S-R27E
 1265 North 1303 East

5. Lease Designation and Serial No.
 NM 15869

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation
 SRM 1359

8. Well Name and No.
 Avalon Federal 32 #/

9. API Well No.
 3001522477

10. Field and Pool, or Exploratory Area
 Strawn

11. County or Parish, State
 Eddy, NM

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> Other (Measurement of Oil) <i>VARIANCE OLM</i>
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

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.)*

Per Onshore Order# 4 3E request variance for off-lease measurement on frac tank. Navajo Refining Company has LACT which is their auto gauging system in that the oil is measured by their meter at a drop off site selected by them. This tank is horizontal and AND Due to high gravity there would be a potential loss through conventional strapping measurement.

RECEIVED

JAN 24 1996

OIL CON. DIV.

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

Signed Shannon J. Shaw Title Prod. Acct. DIST. 2 Date 9/2/95

(This space for Federal or State office use)

Approved by Orig. Signed by Shannon J. Shaw Title PETROLEUM ENGINEER Date 1/22/96

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 or representations as to any matter within its jurisdiction.