

4/8/04

(4/28/04)  
Suppose

PWT 04/0039 165

CTB-541

District I

1625 N. French Drive; Hobbs, NM 88240

District II

1301 W. Grand Ave, Artesia, NM 88210

District III

1000 Rio Brazos Road, Aztec, NM 87410

District IV1220 S. St Francis Dr, Santa Fe, NM  
87505

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-107-B

Revised June 10, 2003

**OIL CONSERVATION DIVISION**

1220 S. St Francis Drive APR 08 2004

Santa Fe, New Mexico 87505

OIL CONSERVATION  
DIVISION

Submit the original  
application to the Santa Fe  
office with one copy to the  
appropriate District Office.

**APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)**

OPERATOR NAME: MAR OIL &amp; GAS CORP

OPERATOR ADDRESS: PO Box 5155, Santa Fe, NM 87502

APPLICATION TYPE:

☐ Pool Commingling    ☒ Lease Commingling    ☐ Pool and Lease Commingling    ☐ Off-Lease Storage and Measurement (Only if not Surface Commingled)
LEASE TYPE:    ☐ Fee    ☐ State    ☒ FederalIs this an Amendment to existing Order? ☐ Yes    ☒ No    If "Yes", please include the appropriate Order No. \_\_\_\_\_Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling  
X Yes    ☐ No**(A) POOL COMMINGLING**

Please attach sheets with the following information

(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes

(2) Are any wells producing at top allowables? ☐ Yes    No(3) Has all interest owners been notified by certified mail of the proposed commingling?    Yes    ☐ No.

(4) Measurement type:    Metering    Other (Specify)

(5) Will commingling decrease the value of production? ☐ Yes    No    If "yes", describe why commingling should be approved**(B) LEASE COMMINGLING**

Please attach sheets with the following information

(1) Pool Name and Code. Sawyer San Andres West 55490

(2) Is all production from same source of supply?    ☒ Yes    ☐ No(3) Has all interest owners been notified by certified mail of the proposed commingling?    ☒ Yes    ☐ No(4) Measurement type:    ☒ Metering    ☒ Other (Specify) Oil and Water production measured in separate test tanks, gas measured by meter**(C) POOL and LEASE COMMINGLING**

Please attach sheets with the following information

(1) Complete Sections A and E.

**(D) OFF-LEASE STORAGE and MEASUREMENT**

Please attached sheets with the following information

(1) Is all production from same source of supply? ☐ Yes    ☐ No

(2) Include proof of notice to all interest owners.

**(E) ADDITIONAL INFORMATION (for all application types)**

Please attach sheets with the following information

(1) A schematic diagram of facility, including legal location.

(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.

(3) Lease Names, Lease and Well Numbers, and API Numbers.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE: 

TITLE: VP Operations

DATE: April 6, 2004

TYPE OR PRINT NAME: Duane C Winkler

TELEPHONE NO.: 505-989-1977

E-MAIL ADDRESS: duanecwinkler@earthlink.net



4/7/04 Application to Comm													
Lea County, Mar Oil & Gas (													
API	WELL NAME	GAS PROD 2002	OIL PROD 2002	WATER PROD 2002	GAS PROD 2001	OIL PROD 2001	WATER PROD 2001	PROPERT Y	WATER INJ 2003	WATER INJ 2002	WATER INJ 2001		
30-025-24476	COX FEDERAL #001	142	9	1532	1204	393	1364	32462	0	0	0		
30-025-24870	COX FEDERAL #002	157	7	1484	1179	399	1374	32462	0	0	0		
30-025-25602	FEDERAL 22 #002	0	0	0	0	209	0	32464	0	0	0		
30-025-23841	FEDERAL 27 #001	3015	372	386	2811	383	829	32465	0	0	0		
30-025-25403	FEDERAL 27 #002	2610	392	1941	2516	361	1421	32465	0	0	0		
30-025-24871	FEDERAL A #001	0	0	215	457	73	131	32466	0	0	0		
30-025-25115	FEDERAL A #002	0	0	193	364	55	154	32466	0	0	0		
30-025-23894	SFPRR #012	1084	468	1627	1383	628	4106	32471	0	0	0		
30-025-23951	SFPRR #013	1073	502	15360	1664	556	16784	32471	0	0	0		
30-025-24065	SFPRR #014	1110	525	10943	1351	736	11496	32471	0	0	0		
30-025-25340	SFPRR #017	1119	629	16987	1718	666	19067	32471	0	0	0		
30-025-25342	SFPRR #019	1227	520	8364	1323	718	9152	32471	0	0	0		
30-025-25344	SFPRR #021	0	0	0	0	0	0	32471	137523	163072	234928		
30-025-24278	T P #001	0	0	235	0	370	261	32476	0	0	0		
30-025-24835	T P #002	0	0	248	0	363	324	32476	0	0	0		
30-025-24327	U S M #001	0	0	0	0	0	0	32477	0	0	0		
30-025-24358	U S M #002	0	0	0	0	0	0	32477	29735	50541	49757		
30-025-24621	U S M #003	0	47	25709	0	224	25754	32477	0	0	0		
30-025-24834	U S M #004	0	25	23695	0	154	23884	32477	0	0	0		

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87508  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0659

April 5, 2004

Wilco Western  
6688 N. Central Expressway  
Suite 1150  
Dallas, TX 75116

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Wilco Western:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

The present production equipment and production pipe lines are unsafe for usage. MAR has applied to Bureau Of Land Management and the Oil Conservation Division to surface commingling the wells. The commingling will lower operating costs and provide long term production.

Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
SAWYER SAN ANDRES WEST

FEDERAL 22 # 1  
FEDERAL 22 # 2

COPY

Mar Oil & Gas Corp  
PO Box 5155  
Santa Fe, NM 87502

Red Resources  
234 Handicap Avenue  
Pagosa Springs, CO 81147

**COPY**

MAR OIL & GAS CORP  
SAWYER SAN ANDRES WEST

T.P. FEDERAL # 1  
T.P. FEDERAL # 2

COPY

Helen Adcock  
1605 Stanolind  
Midland, TX 79705

Earl R. Bruno Family LTD  
PO Box 33416  
Kerrville, TX 78029-3416

Penny P. Bruno  
8515 Northview Pass  
Fair Oaks Ranch TX 78015

Amon G. Carter  
PO Box 1036  
Fort Worth, TX 76101-1036

F&F Oil & Gas  
1749 CR 103  
Runge, TX 78151

GEMAC Resources  
PO Box 600671  
Dallas, TX 75360-0671

Kimball Art Foundation  
301 Commerce Street  
Suite 2240  
Fort Worth, TX 76102

Hulen Lemon  
c/o Mar Oil & Gas  
PO Box 5155  
Santa Fe, NM 87502

Mar Oil & Gas Corp  
PO Box 5155  
Santa Fe, NM 87502

Minerals Management  
PO Box 5810  
Denver, CO 80217

C.M. Monroe, Estate  
Robin Marie Watkins, Executrix  
104 Westwood Drive, Apt 480  
Lafayette, LA 70506

Red Resources  
234 Handicap Avenue  
Pagosa Springs, CO 81147

Doris Royal Trust-Charles D. Lamb, Suc.  
c/o Gene W. Beckman, Attorney  
374 East Advocado Crest RD  
La Habra Heights, CA 90631

Solimar Inv. Inc.  
PO Box 5052  
Midland, TX 79704

Southwest Petro  
PO Box 702377  
Dallas, TX 75370-2377

Sundance Minerals  
306 W. 7th Street, Ste. 302  
Fort Worth, TX 76102

Helen Adcock  
1605 Stanolind  
Midland, TX 79705

Hulen Lemon  
c/o Mar Oil & Gas  
PO Box 5155  
Santa Fe, NM 87502

Mar Oil & Gas Corp  
PO Box 5155  
Santa Fe, NM 87502

Red Resources  
234 Handicap Avenue  
Pagosa Springs, CO 81147

Deleted Interest

COPY



MAR OIL & GAS CORP  
SAWYER SAN ANDRES WEST

USM # 1  
USM # 3  
USM # 4

**COPY**

Helen Adcock  
1605 Stanolind  
Midland, TX 79705

AETN01 Petroleum  
AETNA Petroleum  
PO Box 17006-GMF  
Denver, CO 80217

Maureen Ashley  
7434 S. Gary Place  
Tulsa, OK 74136

Earl R. Bruno Family LTD  
PO Box 33416  
Kerrville, TX 78029-3416

Penny P. Bruno  
8515 Northview Pass  
Fair Oaks Ranch TX 78015

Amon G. Carter  
PO Box 1036  
Fort Worth, TX 76101-1036

Floyd H. Davis  
22301 Hamilton Pool Road  
Dripping Springs, TX 78620

Sidney R. Davis  
5316 Valburn Circle  
Austin, TX 78731

Georgi D. Duwe  
6802 Rockledge Cove  
Austin, TX 78731

James D. Dye Estate  
c/o Joseph Strange, I.E.  
PO Box 542886  
Dallas, TX 75354-2886

Priscilla Gravely  
3510 St. Johns  
Dallas, TX 75205

Kimball Art Foundation  
301 Commerce Street  
Suite 2240  
Fort Worth, TX 76102

King Foundation  
PO Drawer 840738  
Dallas, TX 75284-0738

Hulen Lemon  
c/o Mar Oil & Gas  
PO Box 5155  
Santa Fe, NM 87502

Mabee Foundation  
401 S. Boston, 30th Floor  
Tulsa, OK 74103-4017

Mar Oil & Gas Corp  
PO Box 5155  
Santa Fe, NM 87502

Margo McCormick  
1521 Park Avenue S.W.  
Albuquerque, NM 87104-1023

Michael McCormick  
128 W. Sunflower  
McAllen, TX 78501

Minerals Management  
PO Box 5810  
Denver, CO 80217

Mel B. O'Reilly  
3808 La Hacienda Drive, NE  
Albuquerque, NM 87110

Monica O'Reilly  
3808 La Hacienda Drive, NE  
Albuquerque, NM 87110-6116

Red Resources  
34 Handicap Avenue  
Pagosa Springs, CO 81147

Mary L. Skavaril  
222 East Torrence Road  
Columbus, OH 43214-3834

Solimar Inv. Inc.  
PO Box 5052  
Midland, TX 79704

Sundance Minerals  
306 W. 7th Street, Ste. 302  
Fort Worth, TX 76102

Warren, J.E.

Wilco Western  
6688 N. Central Expressway  
Suite 1150  
Dallas, TX 75116

Helen Adcock  
605 Stanolind  
Midland, TX 79705

AETN01 Petroleum  
AETNA Petroleum  
PO Box 17006-GMF  
Denver, CO 80217

Earl R. Bruno Family LTD  
PO Box 33416  
Kerrville, TX 78029-3416

COPY

Hulen Lemon  
c/o Mar Oil & Gas  
PO Box 5155  
Santa Fe, NM 87502

Mar Oil & Gas Corp  
PO Box 5155  
Santa Fe, NM 87502

Red Resources  
234 Handicap Avenue  
Pagosa Springs, CO 81147

Deleted Interest

COPY

MAR OIL & GAS CORP  
SAWYER SAN ANDRES WEST

FEDERAL 27 # 1  
FEDERAL 27 # 2

**COPY**

Richard Altman  
Colorado State Bank  
PO Box 5945 T.A./Comm. Loans  
Denver, CO 80217-5945

F.J. Trust Bradshaw  
Wells Fargo Bank, N.A.  
OGM MAC 4931-211  
PO Box 5383  
Denver, CO 80217-5825

Robert Burkett  
PO Box 5532  
Midland, TX 79704-5532

James Kelly Cox  
PO Box 2217  
Midland, TX 79702

F&F Oil & Gas  
1749 CR 103  
Runge, TX 78151

GEMAC Resources  
PO Box 600671  
Dallas, TX 75360-0671

Headington Royalty  
1557 Rambler Road, Suite 1100  
Dallas, TX 75231

Mar Oil & Gas Corp  
PO Box 5155  
Santa Fe, NM 87502

Minerals Management  
PO Box 5810  
Denver, CO 80217

J.M. Monroe, Estate  
Robin Marie Watkins, Executrix  
04 Westwood Drive, Apt 480  
Baton Rouge, LA 70506

Red Resources  
234 Handicap Avenue  
Pagosa Springs, CO 81147

Roec, Inc.  
528 S. Corona Street  
Denver, CO 80209

Doris Royal, Trust  
Frances D. Freese, Trustee  
462 Castleford Place  
Lowland Heights, CA 91748-5110

Doris Royal Trust-Charles D. Lamb, Suc.  
c/o Gene W. Beckman, Attorney  
374 East Advocado Crest RD  
La Habra Heights, CA 90631

Mark Shidler, I  
1010 Lamar, Suite 500  
Houston, TX 77002

Southwest Petro  
PO Box 702377  
Dallas, TX 75370-2377

Stelaron, Inc.  
PO Box 7787  
Amarillo, TX 79114-7787

James Kelly Cox  
PO Box 2217  
Midland, TX 79702

Mar Oil & Gas Corp  
PO Box 5155  
Santa Fe, NM 87502

Red Resources  
234 Handicap Avenue  
Pagosa Springs, CO 81147

Stelaron, Inc.  
PO Box 7787  
Amarillo, TX 79114-7787

Deleted Interest

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0666

April 5, 2004

Solimar Inv. Inc  
PO Box 5052  
Midland, TX 79704

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Solimar Inv. Inc:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

The present production equipment and production pipe lines are unsafe for usage. MAR has applied to Bureau Of Land Management and the Oil Conservation Division to surface commingling the wells. The commingling will lower operating costs and provide long term production.

Sincerely:



Duane C. Winkler  
Vice President Of Operation

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0673

April 5, 2004

Monica O'Reilly  
3808 La Hacienda Drive, NE  
Albuquerque, NM 87110-6116

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Monica O'Reilly:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

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Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0697

April 5, 2004

Mabee Foundation  
410 S. Boston, 30<sup>th</sup> Floor  
Tulsa, OK 74103-4017

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Mabee Foundation

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

The present production equipment and production pipe lines are unsafe for usage. MAR has applied to Bureau Of Land Management and the Oil Conservation Division to surface commingling the wells. The commingling will lower operating costs and provide long term production.

Sincerely:



Duane C. Winkler  
Vice President Of Operation



MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0680

April 5, 2004

Michael McCormick  
128 W. Sunflower  
McAllen, TX 78501

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Michael McCormick:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

The present production equipment and production pipe lines are unsafe for usage. MAR has applied to Bureau Of Land Management and the Oil Conservation Division to surface commingling the wells. The commingling will lower operating costs and provide long term production.

Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0703

April 5, 2004

Kimball Art Foundation  
301 Commerce Street  
Suite 2240  
Fort Worth, TX 76102

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Kimball Art Foundation:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

The present production equipment and production pipe lines are unsafe for usage. MAR has applied to Bureau Of Land Management and the Oil Conservation Division to surface commingling the wells. The commingling will lower operating costs and provide long term production.

Sincerely:



Duane C. Winkler  
Vice President Of Operation

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MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0727

April 5, 2004

Amon G. Carter  
PO Box 1036  
Fort Worth, TX 76101-1036

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Amon G. Carter:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

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Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0710

April 5, 2004

Georgi D. Duwe  
6802 Rockledge Cove  
Austin, TX 78731

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Georgi D. Duwe:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

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Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0734

April 5, 2004

Maureen Ashley  
7435 S. Gary Place  
Tulsa, OK 74136

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Maureen Ashley:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

The present production equipment and production pipe lines are unsafe for usage. MAR has applied to Bureau Of Land Management and the Oil Conservation Division to surface commingling the wells. The commingling will lower operating costs and provide long term production.

Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0741

April 5, 2004

Mary L. Skavarill  
222 East Torrence Road  
Columbus, OH 43214-3834

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Mary L. Skavarill:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

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Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0758

April 5, 2004

Mel B. O'Reilly  
3808 La Hacienda Drive, NE  
Albuquerque, NM 87110

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Mel B. O'Reilly:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

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Sincerely:



Duane C. Winkler  
Vice President Of Operation

GOODY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0765

April 5, 2004

Margo McCormick  
1512 Park Avenue S.W.  
Albuquerque, NM 87104-1023

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Margo McCormick:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

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Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY



MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0772

April 5, 2004

Priscilla Gravely  
3510 St. Johns  
Dallas, TX 75205

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Priscilla Gravely:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

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Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0789

April 5, 2004

Sidney R. Davis  
5316 Valburn Circle  
Austin, TX 78731

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Sidney R. Davis:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

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Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0796

April 5, 2004

Penny P. Bruno  
8515 Northview Pass  
Fair Oaks Ranch, TX 78015

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Penny P. Bruno:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

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Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0802

April 5, 2004

Aetna Petroleum  
PO Box 17006-GMF  
Denver, CO 80217

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Aetna Petroleum:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

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Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0819

April 5, 2004

Sundance Minerals  
306 W. 7<sup>th</sup> Street  
Suite 302  
Fort Worth, TX 76102

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Sundance Minerals:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

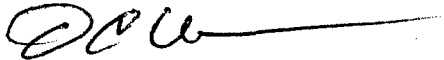
Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

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Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0826

April 5, 2004

King Foundation  
PO Drawer 840738  
Dallas, TX 75284-0738

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

King Foundation:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

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Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0833

April 5, 2004

James D. Dye Estate  
c/o Joseph Strange, IE  
Dallas, TX 75354-2886

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Joseph Strange:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

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Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0840

April 5, 2004

Floyd H. Davis  
22301 Hamilton Pool Road  
Dripping Springs, TX 78620

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Floyd H. Davis:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

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Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY



MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0857

April 5, 2004

Earl R. Bruno Family LTD  
PO Box 33416  
Kerrville, TX 78029-3416

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Earl R. Bruno Family LTD:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

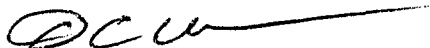
Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

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Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0864

April 5, 2004

Helen Adcock  
1605 Sanolind  
Midland, TX 79705

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Helen Adcock:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

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Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0871

April 5, 2004

Southwest Petro  
PO Box 702377  
Dallas, TX 75370-2377

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Southwest Petro:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

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USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

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Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0888

April 5, 2004

C.M. Monroe Estate  
Robin Marie Watkins, Executrix  
Lafayette, LA 70506

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Robin Marie Watkins Executrix:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

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USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

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Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0895

April 5, 2004

Headington Royalty  
7557 Rambler Road  
Suite 1100  
Dallas, TX 75231

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Headington Royalty:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

The present production equipment and production pipe lines are unsafe for usage. MAR has applied to Bureau Of Land Management and the Oil Conservation Division to surface commingling the wells. The commingling will lower operating costs and provide long term production.

Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0901

April 5, 2004

Richard Altman  
Colorado State Bank  
PO Box 5945 T.A./Comm.Loans  
Denver, CO 80217-5945

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Richard Altman:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

The present production equipment and production pipe lines are unsafe for usage. MAR has applied to Bureau Of Land Management and the Oil Conservation Division to surface commingling the wells. The commingling will lower operating costs and provide long term production.

Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0918

April 5, 2004

Doris Royal Trust  
Frances D. Freese, Trustee  
3462 Castleford Place  
Rowland Heights, CA 91748-5110

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Frances D. Freese Trustee:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

The present production equipment and production pipe lines are unsafe for usage. MAR has applied to Bureau Of Land Management and the Oil Conservation Division to surface commingling the wells. The commingling will lower operating costs and provide long term production.

Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0925

April 5, 2004

GEMAC Resources  
PO Box 600671  
Dallas, TX 75360-0671

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

GEMAC Resources:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

The present production equipment and production pipe lines are unsafe for usage. MAR has applied to Bureau Of Land Management and the Oil Conservation Division to surface commingling the wells. The commingling will lower operating costs and provide long term production.

Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY



MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0932

April 5, 2004

Robert Burkett  
PO Box 5532  
Midland, TX 79704-5532

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Robert Burkett:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

The present production equipment and production pipe lines are unsafe for usage. MAR has applied to Bureau Of Land Management and the Oil Conservation Division to surface commingling the wells. The commingling will lower operating costs and provide long term production.

Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0949

April 5, 2004

Mark Shidler  
1010 Lamar  
Suite 500  
Houston, TX 77002

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Mark Shidler:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

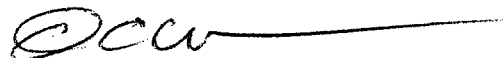
Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

The present production equipment and production pipe lines are unsafe for usage. MAR has applied to Bureau Of Land Management and the Oil Conservation Division to surface commingling the wells. The commingling will lower operating costs and provide long term production.

Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0956

April 5, 2004

Roec, Inc.  
528 S. Corona Street  
Denver, CO 80209

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Roec Inc.:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

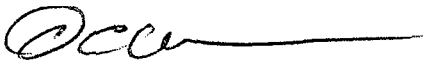
Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

The present production equipment and production pipe lines are unsafe for usage. MAR has applied to Bureau Of Land Management and the Oil Conservation Division to surface commingling the wells. The commingling will lower operating costs and provide long term production.

Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0963

April 5, 2004

F.J. Bradshaw Trust  
Wells Fargo Bank, NA  
OGM MAC 4931-211  
PO Box 5383  
Denver, CO 80217-5825

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

F.J. Bradshaw Trust:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

The present production equipment and production pipe lines are unsafe for usage. MAR has applied to Bureau Of Land Management and the Oil Conservation Division to surface commingling the wells. The commingling will lower operating costs and provide long term production.

Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0970

April 5, 2004

Stelaron Inc  
PO Box 7787  
Amarillo, TX 79114-7787

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Stelaron Inc:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

The present production equipment and production pipe lines are unsafe for usage. MAR has applied to Bureau Of Land Management and the Oil Conservation Division to surface commingling the wells. The commingling will lower operating costs and provide long term production.

Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0987

April 5, 2004

James Kelly Cox  
PO Box 2217  
Midland, TX 79702

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

James Kelly Cox:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

The present production equipment and production pipe lines are unsafe for usage. MAR has applied to Bureau Of Land Management and the Oil Conservation Division to surface commingling the wells. The commingling will lower operating costs and provide long term production.

Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-0994

April 5, 2004

F & F Oil & Gas  
1749 CR 103  
Runge, TX 78151

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

F & F Oil & Gas:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

The present production equipment and production pipe lines are unsafe for usage. MAR has applied to Bureau Of Land Management and the Oil Conservation Division to surface commingling the wells. The commingling will lower operating costs and provide long term production.

Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY

MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-1007

April 5, 2004

Minerals Management  
PO Box 5810  
Denver, CO 80217

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Minerals Management:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

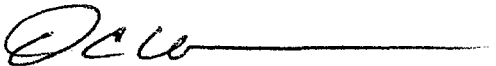
Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

The present production equipment and production pipe lines are unsafe for usage. MAR has applied to Bureau Of Land Management and the Oil Conservation Division to surface commingling the wells. The commingling will lower operating costs and provide long term production.

Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY



MAR OIL & GAS CORP  
P.O. Box 5155  
Santa Fe, NM 87502  
(505)989-1977

CERTIFIED MAIL: 7003-1680-0001-4581-1014

April 5, 2004

Red Resources Inc  
234 Handicap Avenue  
Pagosa Springs, CO 81147

RE: Federal Minerals Off-Lease Measurement, Storage & Surface Commingling

Red Resources Inc:

MAR Oil & Gas Corp is the operator of the following wells in Lea County New Mexico. The wells are Federal Minerals on Private Surface and all wells produce from the San Andres formation.

USM No 1, Unit B, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 3, Unit A, Section 27, T9S, R37E, Lease # NMLC-067775

USM No 4, Unit G, Section 27, T9S, R37E, Lease # NMLC-067775

TP Federal No 1, Unit F, Section 27, T9S, R37E, Lease # NM-2390

TP Federal No 2, Unit C, Section 27, T9S, R37E, Lease # NM-2390

Federal 27 No 1, Unit D, Section 27, T9S, R37E, Lease # NM-2390 CA 71222

Federal 27 No 2, Unit E, Section 27, T9S, R37E, Lease # NMNM-03841777, CA 71222

Federal 22 No 2, Unit M, Section 22, T9S, R37E, Lease # NM050475-A, CA SW-587

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Sincerely:



Duane C. Winkler  
Vice President Of Operation

COPY