February 28, 2005

MAR Oil & Gas Corp P.O. Box 5155 Santa Fe, New Mexico 87502 970-989-1977 office

Oil Conservation Division 1220 South, St Francis Dr. Santa Fe, New Mexico 87505

RE:

Agreed Compliance Order (ACO)

Ms. Gail MacQuesten: MAR Oil & Gas Corp repaired two well the month of January 2005 completing the ACO obligation for the months of January and February. If you have any questions please contact me at 505-989-1977 extension 103.

Sincerely:

Duane C. Winkler VP Operations

cc Mr. Billy Pritchard

