

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

NMOCD - ACOI 166-A

IN THE MATTER OF MAR OIL & GAS CORP.,

Respondent.

**AMENDED
AGREED COMPLIANCE ORDER**

Pursuant to Ordering Paragraph 3 of Agreed Compliance Order 166, the Director of the Oil Conservation Division ("OCD") hereby amends that order as follows:

FINDINGS

1. Agreed Compliance Order 166 (ACOI 166) requires Mar Oil & Gas Corp. (Operator) to return to compliance with OCD Rule 201 at least four of the wells identified in Exhibit A by December 18, 2007, and file a compliance report by that date.

2. ACOI 166 further provides that if Operator returns to compliance with OCD Rule 201 at least four of the wells identified in Exhibit A by December 18, 2007, and files a timely compliance report, the OCD shall issue an amendment extending the terms of ACOI 166 for an additional six-month period, requiring Operator to return an additional four wells to compliance by that deadline.

3. Operator filed a timely compliance report, and the OCD has verified that OCD records indicate that Operator has returned the following wells identified in Exhibit A to compliance:

- | | |
|--------------------|--------------|
| • Adlong 5 #001 | 30-025-23054 |
| • Malmar Unit #101 | 30-025-00542 |
| • Malmar Unit #104 | 30-025-01470 |
| • Malmar Unit #213 | 30-025-00520 |
| • Malmar Unit #309 | 30-025-00519 |
| • SFPRR #010 | 30-025-23624 |
| • TP #001 | 30-025-24278 |

CONCLUSIONS

1. Operator returned 7 of the wells identified in Exhibit A to compliance, exceeding its 4-well goal by 3 wells.

2. The OCD should amend ACOI 166 to extend its terms through June 18, 2008 and require Operator to return to compliance by that date one additional well identified in Exhibit A to meet its 4-well goal for the second period.

ORDER

1. Operator shall return to compliance by June 18, 2008 one well identified in Exhibit A that is not identified in Findings Paragraph 3, above.

2. Operator shall file a written compliance report by June 18, 2008 identifying each well returned to compliance in the second period, stating the date it was returned to compliance and describing how the well was returned to compliance. The report must be mailed or e-mailed to the OCD's Enforcement and Compliance Manager so that it is received by the compliance deadline of June 18, 2008.

3. The terms of ACOI 166 otherwise remain in effect.

Done at Santa Fe, New Mexico this 28th day of November 2007

By: 
Mark Fesmire, P.E.
Director, Oil Conservation Division