

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT **OCD-ARTESIA**

FORM APPROVED
OMB NO. 1004-0137
Expires March 31, 2007



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.*

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		AUG 17 2007		5. Lease Serial No. NM - 04827 B
2. Name of Operator Marathon Oil Company		OCD-ARTESIA		6. If Indian, Allottee or Tribe Name
3a. Address P.O. Box 3487 Houston, TX 77253-3487		3b. Phone No. (include area code) 713-296-2096		7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) UL"K", 2030'FSL & 1650' FWL Sec 1, T-21-S, R-23-E				8. Well Name and No. MOC Federal No. 8
				9. API Well No. 30-015-28823
				10. Field and Pool, or Exploratory Area East Indian Basin Morrow (96561)
				11. County or Parish, State Eddy NM

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>Isolate UP & put Morrow on pump for test period</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

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 recomplete 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.)

Marathon Oil Company is requesting a test period of one month in order to determine if the MOC Federal No 8 is capable of making gas in economic quantities. Marathon will run a rod insert pump and rods and put the well on production for one month in order determine the economic viability of the well. If the well is determined to be economically viable, Marathon will initiate action to re-set or re-run the casing liner in order to ensure a competent pressure seal across the Upper Penn perforations, and put the well back on production. If the well is determined to be uneconomical, Marathon will take steps necessary to isolate and abandon the Upper Penn and Morrow completions, and review the wellbore for further uphole potential or abandonment.

**SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

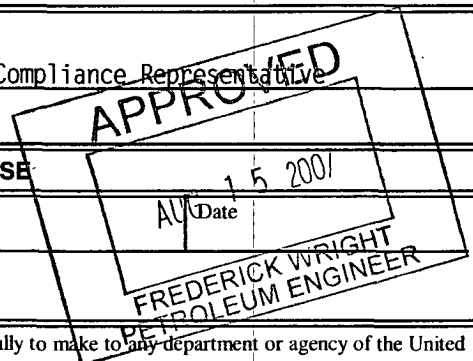
14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Charles E. Kendrix	Title Regulatory Compliance Representative
<i>Charles E. Kendrix</i>	Date 07/16/2007

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by	Title
	Office

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, and Title 43 U.S.C. Section 1212, 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.



SUNDRY NOTICE SPECIAL STIPULATIONS

1. Approval is granted to recomplete this well as a Morrow completion with the tentative Upper Penn isolation, with the following modifications:
2. The operator must submit a H2s plan due to h2s in the Upper Penn.

Engineering
can be reached at 505-706-2779 for any variances that might be necessary.

F Wright 8/15/07