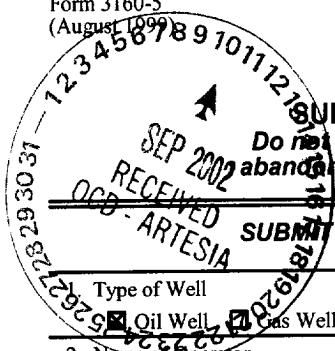


UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
Oil Cons.
N.M. Div-Dist. 2
1301 W. Grand Avenue
Alameda, NM 88210FORM APPROVED
OMB NO. 1004-0135
Expires: November 30, 2000**GENERAL INSTRUCTIONS**
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMNM0557371
2. Name of Operator MARBOB ENERGY CORPORATION		6. If Indian, Allottee or Tribe Name
3a. Address P O BOX 227 ARTESIA, NM 88211-0227		7. If Unit or CA/Agreement, Name and/or No.
3b. Phone No. (include area code) Ph: 505.748.3303 Fx: 505.746.2523		8. Well Name and No. AAO FEDERAL 2
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 1 T18S R27E NENW 430FNL 2310FWL		9. API Well No. 30-015-32308-00-X1
		10. Field and Pool, or Exploratory RED LAKE
		11. County or Parish, and State EDDY COUNTY, 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 Drilling Operations
	<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 recompleate 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 recompleation 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 site is ready for final inspection.)

TD WELL @ 1:00 PM ON 8/28/02, DRLD 7 7/8" HOLE TO 4150', RAN 100 JTS (4129') 5 1/2" 17# J55 CSG TO 4143'. CMTD 1ST STG W/ 225 SX SUPER "H", PLUG DOWN @ 10:45 AM ON 8/30/02, CIRC 40 SX TO PIT. CMTD 2ND STG W/ 450 SX H/L, TAIL IN W/ 250 SX SUPER "H", PLUG DOWN @ 5:30 PM ON 8/30/02, CIRC 85 SX TO PIT. WOC 18 HRS, TESTED CSG TO 1500# FOR 30 MIN - HELD OK.

14. I hereby certify that the foregoing is true and correct. Electronic Submission #13931 verified by the BLM Well Information System For MARBOB ENERGY CORPORATION, sent to the Carlsbad Committed to AFMSS for processing by Armando Lopez on 09/05/2002 (02AL0121SE)	
Name (Printed/Typed) DIANA CANNON	Title AUTHORIZED REPRESENTATIVE
Signature (Electronic Submission)	Date 09/03/2002

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

ACCEPTED		LES BABYAK PETROLEUM ENGINEER	Date 09/06/2002
Approved By _____		Office Carlsbad	
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, make 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.