

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON Governor Joanna Prukop Cabinet Secretary Lori Wrotenbery Director Oil Conservation Division

2/11/2003

Marathon Oil Company PO Box 552 Midland, TX 79702

RE: Indian Fed #1 30-015-10355 G-19-21-24

Dear Sir or Madam:

The Packer Leakage Test Report submitted on 1/22/03 on the well listed above indicates the well has failed the leakage test.

In accordance with NM OCD Rules this well may not be produced from two zones until the reason for the failure is corrected.

The well must be repaired within 90 days subsequent to the date of this letter and a new packer leakage test performed, or you may apply to the Oil Conservation Division for a hearing in this matter, within the same time period.

Sincerely,

Gefry Guye Compliance Officer NMOCD District II - Artesia