SUBMIT IN TRIP APTE A COUNT TO STORY OF SECOND

FORM APPROVED OMB NO. 1004-0136 Expires: February 28, 1995

UNITED STATES DEPARTMENT OF THE INTERIOR

5. LEASE DESIGNATION AND SERIAL NO. BUREAU OF LAND MANAGEMENT NM05607 APPLICATION FOR PERMIT TO DRILL OR DEEPEN 6. IF INDIAN, ALLOTTEE OR TRIBE NAME I. TYPE OF WORK DRILL DEEPEN 7. UNIT AGREEMENT NAME b. TYPE OF WELL. NORTH INDIAN BASIN 64 WELL SINGLE X MULTIPLE 8. PARM OR LEASE NAME, WELL NO. OTHER ZONE 2. NAME OF OPERATOR N. INDIAN ISASIA Marathon Oil Company ' 402 9. API WELL NO. ADDRESS AND TELEPHONE NO. P.O. Box 552, Midland, TX 79702 915/687-8327 FIELD AND POOL, OR WILDCAT 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) INDIANIBASIN (MONAOW. 660' FSL & 660' FEL SEC., T., R., M., OR BLE AND SURVEY OR AREA util 13 '96 At proposed prod. zone 660' FSL & 660' FEL SEC. 4, T21S, R23E 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE 10 MILES S.W. OF LAKEWOOD, NM O. C. D. 12. COUNTY OR PARISH 15. STATE **EDDY** NM ARTESIA, OFFIC 15. DISTANCE FROM PROPOSED 16. NO. OF ACRES IN LEASE LOCATION TO NEAREST PROPERTY OR LEASE LINE, PT. 17. NO. OF ACRES ASSIGNED TO THIS WELL (Also to nearest drig. unit line, if any) 5760 640 18. DISTANCE FROM PROPOSED LOCATION® 19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS TO NEAREST WELL, DRILLING, COMPLETED, SEE BELOW 9,600' ROTARY 21. ELEVATIONS (Show whether DF,RT, GR, etc.) 22. APPROX. DATE WORK WILL START* 3862' G.L. **ASAP** 23. PROPOSED CASING AND CEMENTING TO THE TOTAL CONTROLLED WATER BASIN SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER POOT QUANTITY OF CEMENT 17 1/2" 16" 50" 40' CONDUCTOR-REDI-MIX TO SURFACE 12 1/4" 9 5/8" 36 1800 1000 - CIRCULATE TO THE TOTAL 8 3/4" 7" 23,26 9.600 1300 - CIRCULATE TO SURFACE See attached Multipoint and Drilling Program for specific details. WELL IS PROPOSED INDIAN BASIN (MORROW), INDIAN BASIN (UPPER PENN) TEST. #18 DISTANCE TO MORROW WELL 5280' - NIBU #30 IN NE/4, NE/4 SEC. 10 DISTANCE TO U. PENN WELL - 2950' - NIBU GAS COM #3 @ NE/4, SW/4 SEC. 3 THIS PROPOSED WELL IS A NON STANDARD LOCATION FOR THE UPPER PENN. AN APPLICATION WILL BE FILED WITH THE NMOCD. APPROVAT SUBJECT TO GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS -ATTACHED IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any. 12 - 19 - 9 d new productive zone. If proposal is to drill or 24 MULLU EDROPA **Drilling Superintendent** (This space for Federal or State office use) PERMIT NO. APPROVAL DATE. Application approval does not warrant or certify that the applicant holds legal or equitable title to the in the subject lease which would entitle the applicant to condu CONDITIONS OF APPROVAL, IF ANY: (ORIG. SGD.) TONY L. FERGUSON ADM, MINERAL 12/12/96 APPROVED BY TITLE DATE .

*See Instructions On Reverse Side Title 18 U.S.C. Section 1001, 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.