

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
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.

N.M. Oil Co.
811 S. 1st St.
Artesia, NM 87003

Division 10-2894
FORM APPROVED
Budget Bureau No. 1004-0135
Expires November 30 2000

C/SF

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		6. If Indian, Allottee or Tribe Name INDIAN HILLS UNIT
2. Name of Operator Marathon Oil Company		7. If Unit or CA/Agreement, Name and/or No. INDIAN HILLS UNIT #10
3a. Address P.O. Box 552 Midland, TX 79702	3b. Phone No. (include area code) 915-682-1626	8. Well Name and No. INDIAN HILLS UNIT #10
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) UL "E", 2080' FNL & 660' FWL SECTION 28, T-21-S, R-24-E		9. API Well No. 30-015-30571
		10. Field and Pool, or Exploratory Area INDIAN BASIN UPPER PENN ASSOCIATED
		11. County or Parish, State EDDY NM

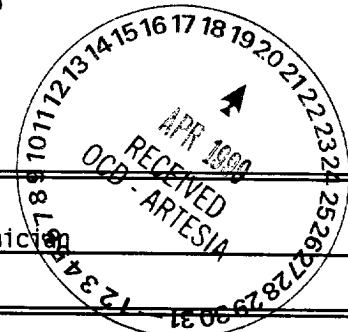
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input checked="" type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input checked="" type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" 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 INITIAL
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	COMPLETION
	<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 final site is ready for final inspection.)

Work commenced 3/9/99. MIRU PU. RD wellhead, NU BOP & tested. PU bit, DCs & 2-7/8" tbg. RIH, tagged @ 6260' & drilled cement & DV tool to 6290'. RI & tagged PBD @ 8123'. Tested casing to 1000 psi. POOH w/tbg & L/D DCs. RU Halliburton. Ran GR-CBL-CAST from 8123'-6200'. Ran log again w/1000 psi. RU wireline & perf 7416'-7438', 7452'-7470', & 7481'-7500' w/4 jspf @ 120 degree phasing for a total of 236 holes. RD wireline. RIH w/PPI tool to 7300' & set packer. Pickled 2-7/8" tbg w/600 gals. 15% HCl acid. Reversed out. RIH & acidized perfs in 2' increments @ 75 gpf for a total of 4650 gals. Fished valves. Set packer @ 7340'. RU swab & swab well. Released PPI packer & POOH. RIH w/RBP & set @ 3649'. Tested to 500 psi. POOH, ND BOP & NU wellhead. NU BOP & test to 1000 psi. PU submersible pump & motors & RIH on 2-7/8" J-55 tbg. Latched onto RBP & RIH. Landed bottom of 7" RBP @ 7925'. Ran 3/8" CT string from 7467' to surface. Made final splice, landed tbg in wellhead, ND BOP & NU wellhead. RD PU. Turned well to production 3/14/99.

APR 19 1999
BLM
(ORIG. SGD.) DAVID R. GLASS



14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Ginny Larke	Title Engineer Technician Date 3/31/99
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THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by	Title	Date
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.	Office	

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.