D STATES IIN. OF THE INTERIOR DEPARTME.

N.M. Oil Cons. Divisione Serial No.

FORM APPROVED OMB NO. 1004-0135 Expires: November 30, 2000

BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELES 1 S. 1st Street LC-064391-B Do not use this form for proposals to drill or to re-entatesia, NM 88210-6 If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. N/A 7. If Unit or CA/Agreement, Name and/or N SUBMIT IN TRIPLICATE - Other instructions on reverse side Indian Basin Unit 1. Type of Well 8. Well Name and No. Oil Well X Gas Well Other Indian Hills Unit # 25 2. Name of Operator 9. API Well No. Marathon Oil Company 3b. Phone No. (include area code) 3a. Address 30-015-31194 1-800-351-1417 10. Field and Pool, or Exploratory Area P.O. Box 552 Midland, TX 79702 Indian Basin U. Penn. Assoc. 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec. 20 T-21-S, R-24-E 11. County or Parish, State SHL @ U.L "B" 1093'FNL & 1367' FEL N.M. BHL @ U.L "H" 1834' FNL & 626' FEL CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Production (Start/Resume) Water Shut-Off Deepen Acidize X Notice of Intent Fracture Treat Reclamation Well Integrity Alter Casing Subsequent Report New Construction Recomplete Casing Repair Temporarily Abandon Change Plans Plug and Abandon Final Abandonment Notice Plug Back Water Disposal Convert to Injection Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof 13. 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 proposes to directionally drill to the Upper Penn. Assoc. New C-102 dedication plat is attached. Shows 320 Acres E/2 Dedication. Directional plan is attached showing proposed targets. The casing and cement design will stay the same as planned in the original APD. Top of Upper Penn @ 7800' TVD. Base of Upper Penn. @ 8400' TVD. BHL @ 8650' TVD. I hereby certify that the foregoing is true and correct Title Name (Printed/Typed) Engineer Tech. Fletcher Date 10/30/00 THIS SHACE FOR FEDERAL OR STATE OFFICE USE (ORIG. SGD.) GARY GOURLEY Approved by

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

Conditions of approval, if any, are attached. Approval of this natce does not warrant or certify that the applicant holds legal or equitable title to those with in the subject lease