

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 reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

FORM APPROVED  
OMB No. 1004-0135  
Expires July 31, 1996

RECEIVED

2004 FEB 17 AM 11:22

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		5. Lease Serial No. NM-03605
2. Name of Operator M & G Drilling Company Inc. c/o Mike Pippin LLC (Agent)		6. If Indian, Allottee or Tribe Name
3a. Address c/o: Pippin, 3104 N. Sullivan, Farmington, NM 87401	3b. Phone No. (include area code) 505-327-4573	7. If Unit or CA/Agreement, Name and/or No. NM
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1470' FWL 1165' FNL (C) Sec. 23 T27N R08W		8. Well Name and No. MARRON 23 #3
		9. API Well No. 30-045-32008
		10. Field and Pool, or Exploratory Area Blanco Mesaverde
		11. County or Parish, State San Juan County, New Mexico

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 CHANGE BIT SIZE
	<input checked="" 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 Operations (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 recompleat 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 recompleat 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.)

M & G Drilling Company Inc. has decided to change the bit size on the 4-1/2" long casing string to 7-7/8". The 4-1/2" csg will be cmted in 2 stages with a DV tool set at 3500'. Total cmt = 1802 cu. Ft. Volumes were calc. at 65% excess. 1ST STAGE: 522 cu.ft. (358 sx) 50/50 POZ w/3% gel, 0.8% Halad-9, 0.2% CFR-3, 5 lbm/sx Gilsonite, & 0.25 lbm/sx Flocele, mixed at 13.0 ppg w/yield of 1.46 cu. ft/sx. 2ND STAGE LEAD: 1210 cu. ft. (672 sx) VersaLite w/1.2% Halad-9, 2% KCL, 5 lbm/sx Gilsonite, & 0.25 lbm/sx Flocele, mixed at 12 ppg & yield of 1.8 cu. ft./sx. 2ND STAGE TAIL: 69 cu. ft. (54 sx) VersaLite w/1.2% Halad-9, 2% KCL, 5 lbm/sx Gilsonite, & 0.25 lbm/sx Flocele, mixed at 13.5 ppg & yield of 1.28 cu. ft./sx.

14. I hereby certify that the foregoing is true and correct	
Name (Printed/Typed) Mike Pippin	Title Petr. Engr. (Agent)
Signature <i>Mike Pippin</i>	Date February 17, 2004

THIS SPACE FOR FEDERAL OR STATE USE

Approved by <i>Ami Jovel</i>	Title Petr. Eng	Date 2/20/04
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, 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.

(Instructions on reverse)

NMOCD