Form 3160-5 (August 1999)

Approved by

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

UNI: STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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N.M. L. /-D	ist. 2	FORM APPROVED OMB NO. 1004-0135	
1301 W. Grand	Ave₽	pie: November 30, 200	0
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Date

882 Serial No. Artesia, NM SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on reverse side 7. If Unit or CA/Agreement, Name and/or No. INDIAN HILLS UNIT 1. Type of Well 70964A X Oil Well Gas Well Other 8. Well Name and No. INDIAN HILLS UNIT #40 Name of Operator RECEIVED Marathon Oil Company OCD - ARTESIA 9. API Well No. 3a. Address 3b. Phone No. (include area code 30-015-32222 P.O. Box 552 Midland, TX 79702 800-351-1417 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) INDIAN BASIN UPPER PENN SHL - UL "B", 497' FNL & 2512' FEL, SECTION 20, T-21-S, R-24-E ASSOCIATED GAS POOL BHL - UL "C", 767' FNL & 1913' FWL, SECTION 20, T-21-S, R-24-E 11. County or Parish, State EDDY COUNTY CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Acidize Deepen Production (Start/Resume) Water Shut-Off Alter Casing Fracture Treat Reclamation Well Integrity Subsequent Report Casing Repair New Construction Recomplete Amend Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice commingle permit Convert to Injection Plug Back Water Disposal to add new well 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 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.) The Indian Hills Unit Well #40 production is being piped from the wellhead to the production header at Station 117 Satellite Production Facility, located at UL "N" Section 17, T-21-S, R-24-E, Eddy County, NM. No other changes will be made in the handling or transporting of any of the hydrocarbon production at this satellite facility. Attached please find an updated facility diagram to replace Exhibit 6 of the original comming agreement. Copies of this diagram are also being sent to the Carlsbad office as an update to the Site Security Diagrams required for this lease. ACCEPTED FOR RECORD JUI - 2 2002 ALEXIS C. SWOBODA PETROLEUM ENGINEER 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Title Ginny Larke Engineer Technician Date 6/27/02 THIS SPACE FOR FEDERAL OR STATE OFFICE USE

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.

Office

