

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires: January 31, 2004

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.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NM-2390
2. Name of Operator MAR Oil and Gas Corp		6. If Indian, Allottee or Tribe Name
3a. Address PO Box 5155, Santa Fe NM, 87502	3b. Phone No. (include area code) 505-989-1977	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T, R., M., or Survey Description) Unit E, 1980 FNL, 660 FWL, S27 T9S, R37E		8. Well Name and No. Federal 27 No 2
		9. API Well No. 30-025-25403
		10. Field and Pool, or Exploratory Area West Sawyer, San Andres
		11. County or Parish, State Lea, 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 type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input 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 Extension to NON Compliance
	<input 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	

3. 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 site is ready for final inspection.)

NONCOMPLIANCE Number SJC-74-04

MAR Oil & Gas Corp proposes to surface commingle the following well

The Central Battery will be at the TP Federal No 1

The present battery is not within the Federal compliance, MAR Oil & Gas Corp applies for the well to produce into the existing battery until the surface commingle is approved and Central Battery is completed

MAR Oil & Gas Corp is requesting an four month extention

57 APPROVED FOR 4 MONTH PERIOD
ENDING 7/17/04

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Duane C Winkler

Title VP Operations

Signature

Date March 17, 2004

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by (Signature) <u>/S/ JOE G. LARA</u>	Name (Printed/Typed) <u>/S/ JOE G. LARA</u>	Title <u>Pet. Eng</u>
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 <u>CFO</u>	Date <u>APR 27 2004</u>

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

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