District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-101

APPLICATION FOR PERMIT TO DRILL

Marbob Energy	OGRID Number 14049				
PO Box 227 Artesia, NM 8	-				
Property Code 32695	Well No. 001				

Surface Location

UL or Lot	Section	Township	Range	Lot ldn	Feet From	N/S Line	Feet From	E/W Line	County
J	2	18S	27E		2210	S	1650	Е	Eddy

Proposed Pools

RED LAKE; GLORIETA YESO, NORTHEAST 96836

Work Type New Well	Well Type Oil	Cable/Rotary	Lease Type State	Ground Level Elevation 3568
Multiple N	Proposed Depth 4500	Formation Yeso Formation	Contractor	Spud Date 8/15/2003

Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	8.625	24	350	350	0
Prod	7.875	5.5	17	4500	750	0

Casing/Cement Program: Additional Comments

Surface casing - circulate. Production casing - will bring TOC 500 feet above all oil and gas bearing zones.

Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer	
Double Ram	2000	2000	Cameron	

I hereby certify that the information given above is true	OIL CONSERVATION DIVISION Electronically Approved By: Bryan Arrant				
and complete to the best of my knowledge and belief.					
Electronically Signed By: Diana Cannon	Title: Geologist				
Title: Production Analyst	Approval Date: 8/12/2003 Expiration Date: 8/12/2004				
Date: 8/6/2003 Phone: 505-748-3303	Conditions of Approval: No Conditions				

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State of New Mexico Energy, Minerals and Natural Resources

Form C-102

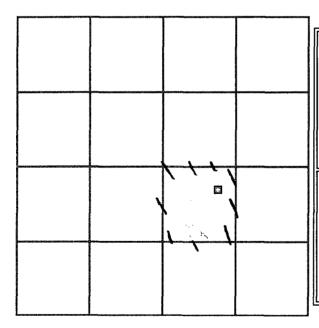
Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-15-32946	Pool Name RED LAKE; GLORIETA YESO, NORTHEAST	Pool Code 96836
Property Code 32695	Property Name SCBP STATE	Well No. 001
OGRID No. 14049	Operator Name Marbob Energy Corporation	Elevation 3568

Surface And Bottom Hole Location

UL or Lot	Section 2	Township 18S	Range 27E	Lot Idn	Feet From 2210	N/S Line	Feet From 1650	E/W Line E	County Eddy
Dedicated Acres		Joint or	Infill	Consoli	dation Code		Order 1	No.	



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Electronically Signed By: Diana Cannon

Title: Production Analyst

Date: 8/6/2003

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Electronically Signed By: Ronald Eidson

Date of Survey: 7/21/2003 Certificate Number: 3239



August 6, 2003

Oil Conservation Division 1301 W. Grand Ave. Artesia, NM 88210

Attention: Bryan Arrant

Re: SCBP State #1

2210' FSL & 1650' FEL, Unit J

Section 2, T18S, R27E Eddy County, New Mexico

Dear Bryan:

In reviewing the requirement of an H2S contingency plan on the above referenced well we have determined the following: The nearest paved road is approximately one-half mile away from the proposed location. The ROE is determined to be far less than the one-half mile distance to the paved road, therefore we do not believe that a contingency plan is necessary.

If you have questions or need further information, please call.

Sincerely,

Melanie J. Parker Land Department

/mp