

018929

MARBOB ENERGY CORPORATION 2208 W. MAIN P.O. BOX 227 ARTESIA, NEW MEXICO 88211-0227 (505) 748-3303

PLEASE DETACH BEFORE DEPOSITING. RETAIN TOP PORTION FOR YOUR RECORDS.

018929

95-43/1122

FIRST NATIONAL BANK P.O. DRAWER AA ARTESIA, NM 88210

DATE CHECK AMOUNT 01/20 /03 \$30.00

MARBOB ENERGY CORPORATION

1 01 11

marbob energy corpora

2208 W. MAIN P.O. BOX 227 ARTESIA, NEW MEXICO 88211-0227 (505) 748-3303

energy corporation

*****THIRTY DOLLARS AND NO/100****

PAY TO THE ORDER

COMMISSIONER OF PUBLIC LANDS

P.O. BOX 1148

SANTA FE, NEW MEXICO 87504-1148

• District I 1625 N. French Drive, Hobbs, NM 88240

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-107A Revised May 15, 2000

District II

1301 W. Grand Avenue, Artesia, NM 88210

District III
1000 Rio Brazos Road, Aztec, NM 87410

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

TYPE OR PRINT NAME Brian Collins

Oil Conservation Division

1220 South St. Francis Dr. Santa Fe, New Mexico 87505

APPLICATION TYPE Single Well
Establish Pre-Approved Pools EXISTING WELLBORE

APPLICATION FOR DOWNHOLE COMMINGLING

X Yes ___No

| Marbob Energy Corpora | ation, P. O. | Box 227, | Arteśia, NM | 88211-022 | 7 | | |
|---|---|---|---|--------------------|--|---------------------|-------------|
| Operator | | Add | ress | | | | |
| D State | 26 Swell No. | J-25-17S-2 | | | | Eddy | |
| ease | | | Section-Township-Ra | • | | Count | • |
| OGRID No. 014049 Property Co | de 25375 A | PI No. 30-01 | 5-31586 | Lease Type: | Federal | X State | eFee |
| DATA ELEMENT | UPPER 2 | ZONE | INTERMED | DIATE ZONE | L | OWER Z | ONE |
| Pool Name | Artesia Qn-0 | GB-SA (OI |) | | Artesi | a Glori | et/Yeso |
| Pool Code | 3230 | | | ···· | 968 | 30 | |
| Top and Bottom of Pay Section (Perforated or Open-Hole Interval) | 2835-34941 | perforated | | | 3953-4 | 202' pe | erforated |
| Method of Production (Flowing or Artificial Lift) | Artifical | Lift | | | Artif | icial I | ift |
| Bottomhole Pressure (Note: Pressure data will not be required if the bottom perforation in the lower zone is within 150% of the | 50 psi pro | oducing | | | 100 | psi pro | ducing |
| depth of the top perforation in the upper zone) | ВНР | | | | ВНР | | 1000 |
| Oil Gravity or Gas BTU (Degree API or Gas BTU) | 36° | | | | 39° | | |
| Producing, Shut-In or New Zone | New Zone | | | | Prod | lucing | |
| Date and Oil/Gas/Water Rates of Last Production. (Note: For new zones with no production history, | Date: N/A | | Date: | | Date: 1 | 1/30/02 | 2 |
| applicant shall be required to attach production estimates and supporting data.) | Rates: | | Rates: | | | 28 bopd 27 mcfpd | 1 |
| Fixed Allocation Percentage (Note: If allocation is based upon something other | Oil | Gas | Oil | Gas | Oil | | Gas |
| than current or past production, supporting data or explanation will be required.) | 29 % | 48 % | % | % | 71 % | D | 52 % |
| | | ADDITION | NAL DATA | | | | |
| Are all working, royalty and overriding | royalty interests ide | | | | | Yes X | No |
| f not, have all working, royalty and over | | | | ied mail? | | Yes | No |
| are all produced fluids from all commit | | | Yes_X_ | _ No | | | |
| Vill commingling decrease the value of | f production? | | | | | Yes | NoX |
| f this well is on, or communitized with r the United States Bureau of Land Ma | | | | | | Yes <u>x</u> | No |
| NMOCD Reference Case No. applicabl | e to this well: Adm | inistrativ | ve Order DHO | C-2906 | <u>. </u> | | |
| Attachments: C-102 for each zone to be comming Production curve for each zone for For zones with no production histor Data to support allocation method of Notification list of working, royalty Any additional statements, data or of | at least one year. (If y, estimated produce or formula. | f not available, a tion rates and su alty interests for | attach explanation. upporting data. uncommon intere | , | | | |
| |] | PRE-APPRO | VED POOLS | | | | |
| If application is | to establish Pre-App | | | onal information w | ill be requir | ed: | |
| ist of other orders approving downhole ist of all operators within the proposed roof that all operators within the proposed ottomhole pressure data. | l Pre-Approved Poo | ls | | | | | |
| hereby certify that the information | above is true and | complete to the | ne best of my kne | owledge and beli | ef. | | |
| SIGNATURE / 2mile | ulleni | TITLE | Engineer | | DATE | 20 J | in 03 |
| | | | | | | | |

TELEPHONE NO. (505) 748-3303

State of New Mexico

DISTRICT I P.C. Box 1980, Hobbs, NM 88241-1980

Energy, Minerals and Natural Resources Department

Form C-102 Revised February 10, 1994

Submit to Appropriate District Office State Lease - 4 Copies

DISTRICT II P.O. Drawer DD, Artesia, NM 88211-0719

OIL CONSERVATION DIVISION P.O. Box 2088

Fee Lease - 3 Copies

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, New Mexico 87504-2088

| DISTRICT IV P.O. BOX 2086, SANTA PE, N.M. 87504-2088 | WELL LOCATION AND AC | REAGE DEDICATION PLAT | □ AMENDED REPORT |
|---|----------------------|----------------------------------|------------------|
| API Number | Pool Code 96830 | Pool Name ARTESIA GLORIETTA YESO | |
| Property Code | Property | | Well Number |
| 25375 | "D" S | TATE | 26 |
| OGRID No. | Operato | | Elevation |
| 14049 | MARBOB ENERGY | CORPORATION | 3672 |

Surface Location

| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| J | 25 | 17-S | 28-E | | 1695 | SOUTH | 226 5 | EAST | EDDY |

Bottom Hole Location If Different From Surface

| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|-----------------|---------|-----------|---------------|---------|---------------|------------------|---------------|----------------|--------|
| Dedicated Acres | Joint o | Infill Co | nsolidation (| ode Ord | ler No. | | | | |
| 40 | | | | | | | | | |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

| | EN APPROVED BY TH | |
|---------|-------------------|---|
| | | OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief. |
| | | ROBIN COCKRUM Printed Name |
| | | PRODUCTION ANALYST Title 1/29/01 Date |
| | | 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 supervison and that the same is true and correct to the best of my belief. |
| | 2265' | JANUARY 15, 2001 Date Superbed AWB Signature & Seal of Column |
| 1695' | | Professional Surveyor (1) |
| | | Certificate No. BONALD I EIDSON 3238 OFFES CANTAL RESON 12641 |

Engineering Summary Form C-107A Application for Downhole Commingling

Marbob Energy Corporation D State No. 24 (O-25-17S-28E) D State No. 26 (J-25-17S-28E)

As shown on the attached production plots, the estimated per well EUR for the Yeso is 42 MBO/56 MMCF and for the San Andres is 17 MBO/51 MMCF. The proposed zonal allocation is:

Oil: Yeso = $\frac{42 \text{ MBO}}{42+17}$ = 71%

San Andres 1-.71 = 29%

Gas: Yeso = $\frac{56 \text{ MMCF}}{56+51}$ = 52%

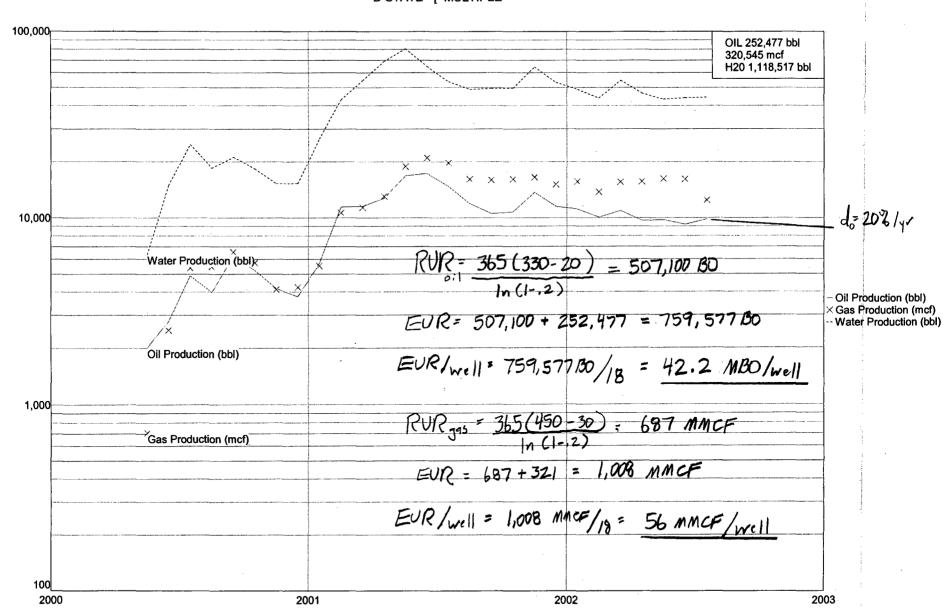
San Andres 1-.52 = 48%

Production Rates

Lease Name: D STATE
County, State: EDDY, Unknown
Operator: MARBOB ENERGY CORPORATION
Field: ARTESIA

Field: ARTESIA
Reservoir: MULTIPLE
Location:





JU Janmaris WEII3 Sec. 26,27,34 - 175-28e Eddy, NM

Lease Name: MULTIPLE County, State: EDDY, Unknown Operator: MARBOB ENERGY CORPORATION Field: MULTIPLE Reservoir: QUEEN-GRAYBURG-SAN A

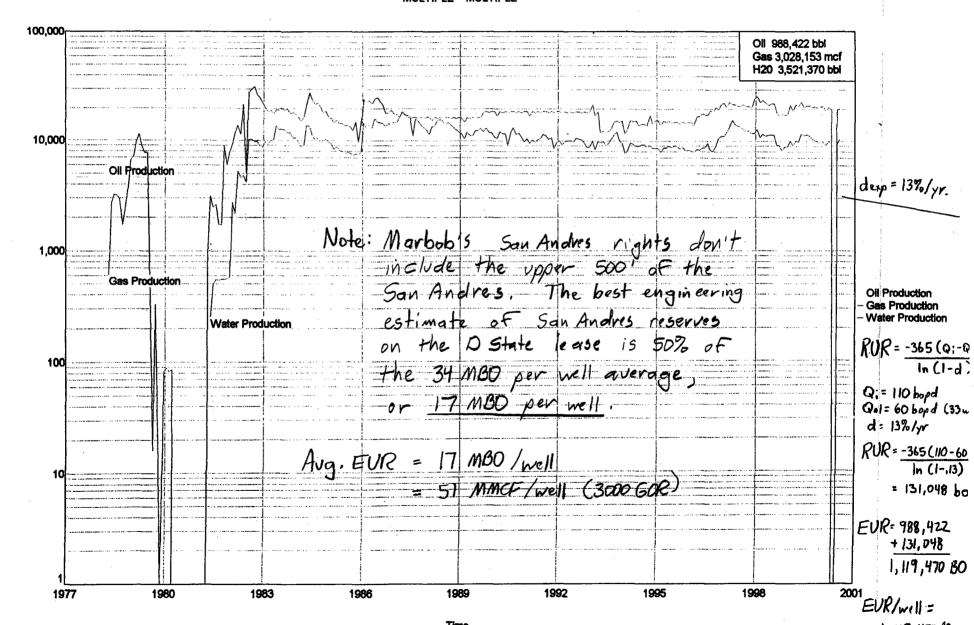
Location:

Aug. EUR per well = 33.9 MBO

San Andres

Aug. GOR = 3000 (Aug. 101.7 MACF/

MULTIPLE - MULTIPLE



Time

1,119,470 60

= 33.923 BO