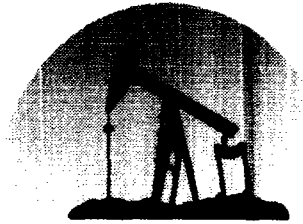


CTB

11/12/98

479



marbob
energy corporation

October 15, 1998

New Mexico Energy, Minerals,
and Natural Resources Department
Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505

OCT 22 1998

Attention: Ben Stone

RE: Lease Commingling

Dear Mr. Stone:

Marbob Energy Corporation respectfully submits for administrative approval under Rule 309-B, this Application to commingle production from the Birdie Federal No. 5 lease (NM-074936) with production from the Birdie Federal lease (LC-86025) in a common tank battery.

In this time of depressed oil prices, Marbob Energy proposes to commingle production from Marbob's Birdie Federal No. 5 located at 2080' FNL and 330' FEL in Section 17 of Township 17 South, Range 30 East with production from Marbob's Birdie Federal lease covering the N/2SW/4 and the SW/4NE/4. Therefore, saving the costs of constructing and maintaining an additional tank battery.

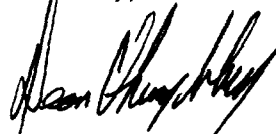
Enclosed herewith, in triplicate, is a plat showing lands covered by the different leases as well as the base lease they were derived from. Well spots, producing zone, and formation are labeled and a plat is marked as Exhibit "A". A more detailed plat of Section 17 of Township 17 South, Range 30 East showing well spots with flowlines and a site diagram for the existing Birdie Federal tank battery is labeled Exhibit "B".

Ownership in both, lease NM-074936 and lease LC-86025, is identical and has approved the submission of this Application.

Production from these leases is from the Paddock at approximately 4235' to 4539' beneath the surface. It is expected that the hydrocarbons produced will be of the same quality and grade as the presently produced hydrocarbons. The existing Birdie Federal tank battery facilities located at 1650' FSL and 1650' FWL in Section 17 of Township 17 South, Range 30 East includes a test treater for determining production from each well. Testing by field personnel is conducted on a regular basis.

Please be advised that the Bureau of Land Management approved proposed commingling subject to like approval by the New Mexico Oil Conservation Division. Any assistance to expedite this Application would be greatly appreciated. Please do not hesitate to contact me should you have any questions or require additional information.

Sincerely,

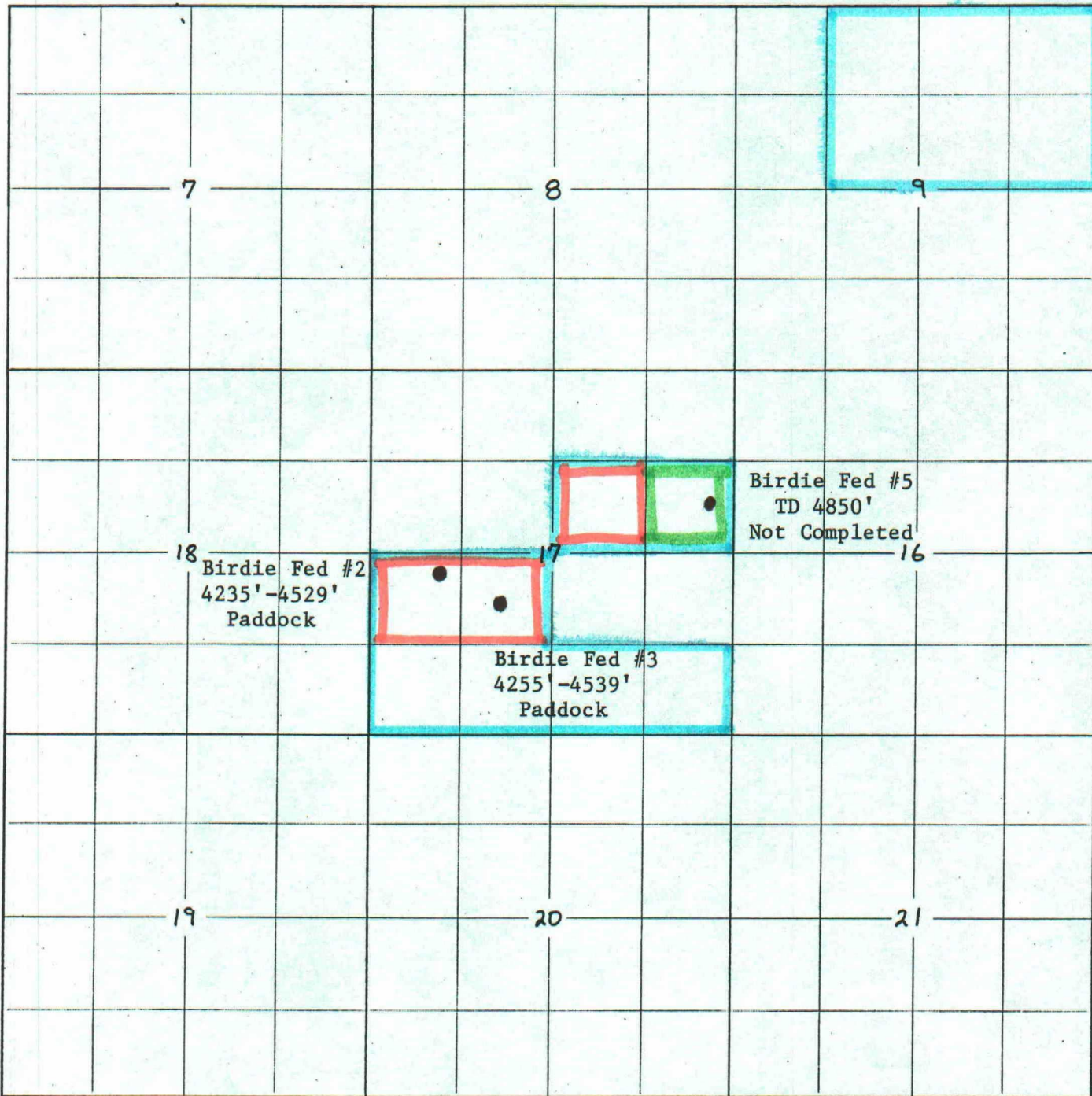
A handwritten signature in black ink, appearing to read "Dean Chumbley", written over a horizontal line.

Dean Chumbley
Land Department




DC/mm

EXHIBIT "A"

TOWNSHIP 17S RANGE 30E COUNTY Eddy STATE New Mexico



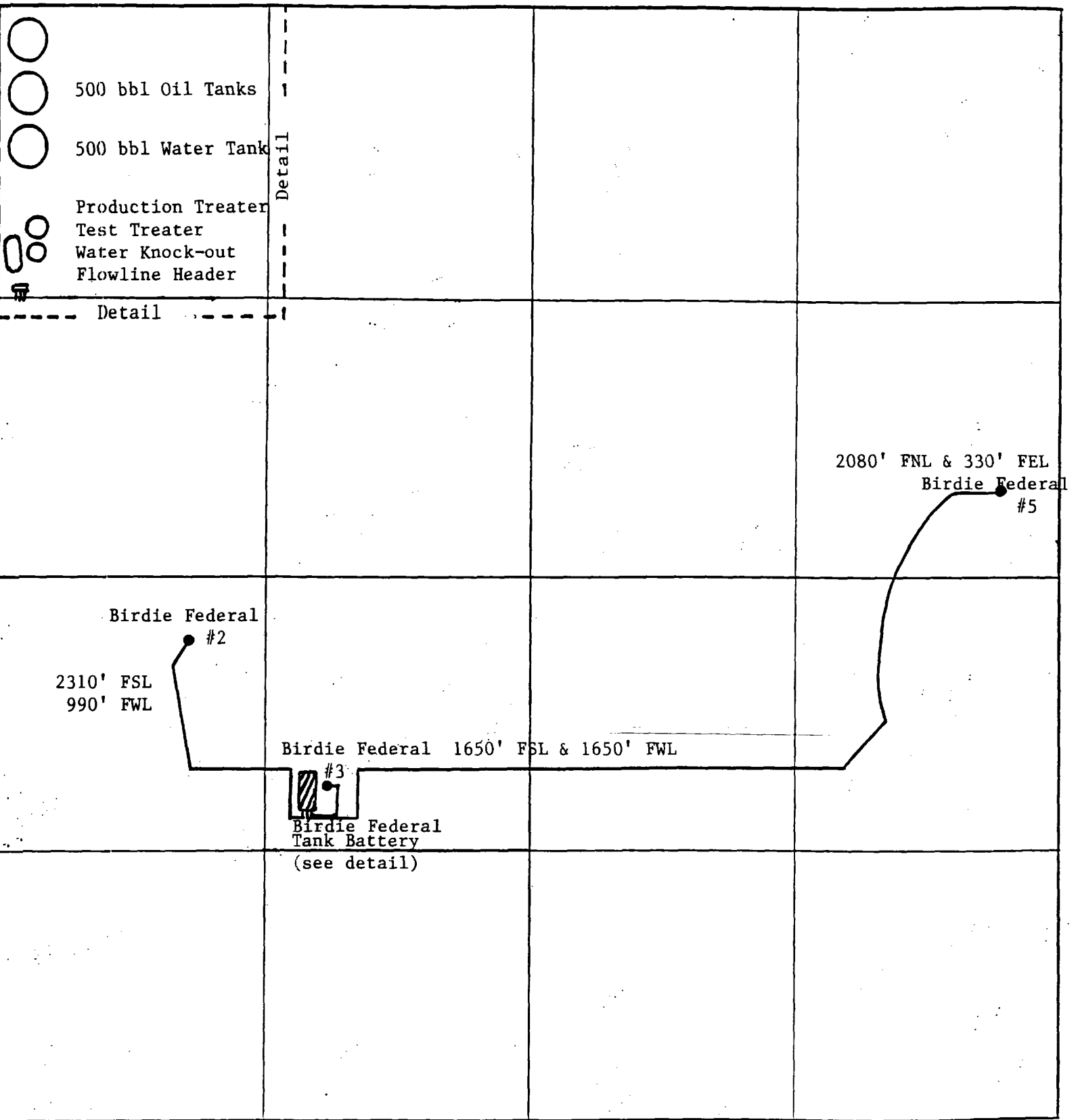
PRINTED IN U.S.A.

-  LC-029342 (D)
-  LC-86025
-  NM-074936
Birdie Fed #5 Proration Unit

SECTION 914 TULSA OK 74101
SECTION PLAT
Scale: 1 inch = 660 feet
Printed in U.S.A.

EXHIBIT "B"

SECTION 17 TOWNSHIP 17S RANGE 30E COUNTY EDDY STATE NM





marbob
energy corporation

October 15, 1998

Darlene Boyce
2009 Briscoe Avenue
Artesia, New Mexico 88210

RE: Birdie Federal Commingling

Dear Darlene:

Marbob Energy Corporation proposes to commingle production from the Birdie Federal #5 located at 2080' FNL and 330' FEL in Section 17 of Township 17 South, Range 30 East with current Birdie Federal lease production from the N/2SW/4 of Section 17 of Township 17 South, Range 30 East.

The Birdie Federal #5 is covered by lease NM-074936. The N/2SW/4 of Section 17 is covered by lease LC-86025. Ownership of both leases is identical as is the producing formation (Paddock).

Upon your approval, Marbob Energy will submit for administrative approval, an Application for lease commingling under New Mexico Oil Conservation Division Rule 309-B. Please contact me should you have any questions or need additional information.

Sincerely,

Dean Chumbley
Land Department

DC/mm

Darlene Boyce

 X approves submitting Application
 disapproves submitting Application

By:

Title:

Date:

Darlene Boyce
Owner
10-15-98



Raye Miller
2306 Sierra Vista Drive
Artesia, New Mexico 88210

Dear Mr. Miller:

The Birdie Federal #5 is covered by lease NM-074936. The N/2SW/4 of Section 17 is covered by lease LC-86025. Ownership of both leases is identical as is the producing formation (Paddock).

Sincerely,

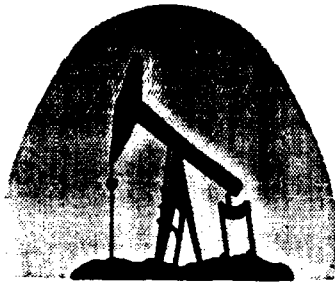
Dean Hughes

DC/mm

Raye Miller

 X approves submitting Application
disapproves submitting Application

By: Roy Miller
Title: _____
Date: 10/15/98



marbob
energy corporation

October 15, 1998

Pitch Energy Corporation
Post Office Box 304
Artesia, New Mexico 88211-0304

RE: Birdie Federal Commingling

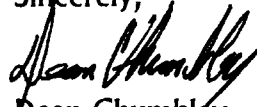
Gentlemen:

Marbob Energy Corporation proposes to commingle production from the Birdie Federal #5 located at 2080' FNL and 330' FEL in Section 17 of Township 17 South, Range 30 East with current Birdie Federal lease production from the N/2SW/4 of Section 17 of Township 17 South, Range 30 East.

The Birdie Federal #5 is covered by lease NM-074936. The N/2SW/4 of Section 17 is covered by lease LC-86025. Ownership of both leases is identical as is the producing formation (Paddock).

Upon your approval, Marbob Energy will submit for administrative approval, an Application for lease commingling under New Mexico Oil Conservation Division Rule 309-B. Please contact me should you have any questions or need additional information.

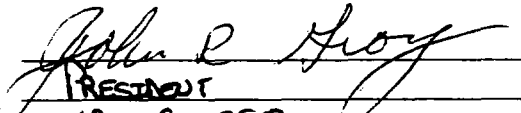
Sincerely,


Dean Chumbley
Land Department

DC/mm

Pitch Energy Corporation

 X approves submitting Application
 disapproves submitting Application

By: 
Title: President
Date: 10-19-1998



marbob
energy corporation

October 15, 1998

Phillips 66 Company
Post Office Box 5400
Bartlesville, Oklahoma 74005

RE: Birdie Federal Commingling

Gentlemen:

Marbob Energy Corporation proposes to commingle production from the Birdie Federal #5 located at 2080' FNL and 330' FEL in Section 17 of Township 17 South, Range 30 East with current Birdie Federal lease production from the N/2SW/4 of Section 17 of Township 17 South, Range 30 East.

The Birdie Federal #5 is covered by lease NM-074936. The N/2SW/4 of Section 17 is covered by lease LC-86025. Ownership of both leases is identical as is the producing formation (Paddock).

Upon your approval, Marbob Energy will submit for administrative approval, an Application for lease commingling under New Mexico Oil Conservation Division Rule 309-B. Please contact me should you have any questions or need additional information.

Sincerely,

Dean Chumbley
Land Department

DC/mm

Phillips 66 Company

approves submitting Application
disapproves submitting Application

By: _____
Title: _____
Date: _____



marbob
energy corporation

October 15, 1998

Conoco, Inc.
10 Desta Drive, Suite 550E
Midland, Texas 79705

RE: Birdie Federal Commingling

Gentlemen:

Marbob Energy Corporation proposes to commingle production from the Birdie Federal #5 located at 2080' FNL and 330' FEL in Section 17 of Township 17 South, Range 30 East with current Birdie Federal lease production from the N/2SW/4 of Section 17 of Township 17 South, Range 30 East.

The Birdie Federal #5 is covered by lease NM-074936. The N/2SW/4 of Section 17 is covered by lease LC-86025. Ownership of both leases is identical as is the producing formation (Paddock).

Upon your approval, Marbob Energy will submit for administrative approval, an Application for lease commingling under New Mexico Oil Conservation Division Rule 309-B. Please contact me should you have any questions or need additional information.

Sincerely,

Dean Chumbley
Land Department

DC/mm

Conoco, Inc.

approves submitting Application
disapproves submitting Application

By: _____
Title: _____
Date: _____

Atlantic Richfield Company

Attn: Lee Scarborough
Post Office Box 1610
Midland, Texas 79702

OCT 21 1998

RE: Birdie Federal Commingling


Dear Lee:

Marbob Energy Corporation proposes to commingle production from the Birdie Federal #5 located at 2080' FNL and 330' FEL in Section 17 of Township 17 South, Range 30 East with current Birdie Federal lease production from the N/2SW/4 of Section 17 of Township 17 South, Range 30 East.

The Birdie Federal #5 is covered by lease NM-074936. The N/2SW/4 of Section 17 is covered by lease LC-86025. Ownership of both leases is identical as is the producing formation (Paddock).

Upon your approval, Marbob Energy will submit for administrative approval, an Application for lease commingling under New Mexico Oil Conservation Division Rule 309-B. Please contact me should you have any questions or need additional information.

Sincerely,


Dean Chumbley
Land Department

DC/mm

Atlantic Richfield Company

X approves submitting Application
disapproves submitting Application

By: Shelvi Heller
Title: SENM Asset Manager
Date: 10/16/98

P.O. Box 227 Artesia, New Mexico 88211-0227 (505) 749-3302 Fax (505) 746-2523
RECEIVED TIME OCT.16. 8:26AM PRINT TIME OCT.16. 8:27AM