

**STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES
OIL CONSERVATION DIVISION**

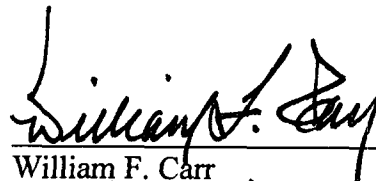
AMENDED APPLICATION OF MARBOB ENERGY CORPORATION FOR CONTRACTION OF THE EAST EMPIRE-YESO POOL AND EXTENSION OF THE HORIZONTAL BOUNDARIES AND THE VERTICAL LIMITS OF A PORTION OF THE GRAYBURG-JACKSON (SEVEN RIVERS-QUEEN-GRAYBURG-SAN ANDRES) POOL, EDDY COUNTY, NEW MEXICO.

**CASE NO. 13386
Reopened and Readvertised**

AFFIDAVIT

STATE OF NEW MEXICO)
)
COUNTY OF SANTA FE) ss.

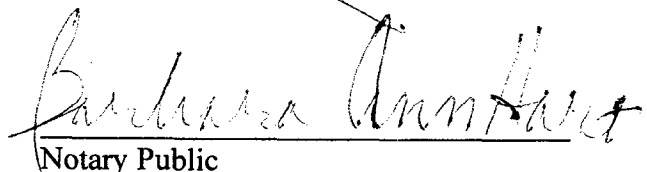
William F. Carr, attorney in fact and authorized representative of Marbob Energy Corporation, the Applicant herein, being first duly sworn, upon oath, states that notice of the above-referenced Amended Application was mailed to the interested parties shown on Exhibit "A" attached hereto in accordance with Oil Conservation Division Rules, and that true and correct copies of the notice letter and proof of notice are attached hereto.



William F. Carr

SUBSCRIBED AND SWORN to before me this 15th day of Dec 2004 by William F.

Carr.



Notary Public

My Commission Expires:

3/28/08

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Case No. 13386 Exhibit No. 1
Submitted by:
Marbob Energy Corporation
Hearing Date: December 16, 2004

**Amended Application of Marbob Energy Corporation
for Contraction of the East Empire-Yeso Pool, and
Extension of the Horizontal Boundaries and
the Vertical Limits in a portion of the Grayburg-Jackson
(Seven Rivers-Queen-Grayburg-San Andres) Pool,
Eddy County, New Mexico**

Exhibit A

Chevron Texaco
1111 Bagby Street
Houston, TX 77002

Marbob Energy Corporation
Vintage Drilling LLC
Post Office Box 227
Artesia, NM 88211-0227

Hanson Energy
R342 S. Haldeman Road
Artesia, NM 88210

Bill L. Miller
P. O. Box 17432
Ft. Worth, TX 76102

C. O. Fulton
P. O. Box 1121
Artesia, NM 88211-1121

Commissioner of Public Lands
P. O. Box 1148
Santa Fe, NM 87504-1148

Featherstone Development Corp.
1801 West Second Street
Roswell, NM 88201

James L. Brown
311 Main Road
Ruidoso, NM 88345

Webb Oil
2409 Cerro Road
Artesia, NM 88210

Mack Energy Corporation
P. O. Box 960
Artesia, NM 88210

Bureau of Land Management
Carlsbad Field Office
620 E. Greene Street
Carlsbad, New Mexico 88221-1778



November 24, 2004

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

TO ALL AFFECTED INTEREST OWNERS

Re: Case 13386 (Reopened and Re-advertised): Amended Application of Marbob Energy Corporation for contraction of the East Empire-Yeso Pool, and extension of the horizontal boundaries and the vertical limits in a portion of the Grayburg-Jackson (Seven Rivers-Queen-Grayburg-San Andres) Pool, Eddy County, New Mexico.

Ladies and Gentlemen:

This letter is to advise you that Marbob Energy Corporation has filed the enclosed amended application with the New Mexico Oil Conservation Division seeking an order (i) contracting the boundaries of the East Empire-Yeso Pool to exclude the SE/4 and SE/4 SW/4 of Section 22, Township 17 South, Range 29 East, NMPM; (ii) extending the boundaries of the Grayburg-Jackson (Seven Rivers-Queen-Grayburg-San Andres) Pool to include the NE/4 of Section 11, Township 17 South, Range 29 East, NMPM; and (iii) extending the vertical limits of the Grayburg-Jackson (Seven Rivers-Queen-Grayburg-San Andres) Pool to include the Glorieta Yeso (Paddock) formation in its proposed Dodd Federal Unit Area underlying 2400.00 acres, more or less, of Federal lands in the following acreage:

TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM

Section 10:	E/2, E/2 W/2
Section 11:	All
Section 14:	All
Section 15:	E/2
Section 22:	SE/4, SE/4 SW/4, E/2 NE/4 SW/4 NE/4

This application has been set for hearing before a Division Examiner on December 16, 2004. The hearing will be held in Porter Hall in the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 1208.B to file a Pre-hearing Statement three days in advance of a scheduled hearing. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: the names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to

HOLLAND & HART



testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

Very truly yours,

A handwritten signature in black ink, appearing to read "William F. Carr". The signature is written over the typed name.

William F. Carr

ATTORNEY FOR MARBOB ENERGY CORPORATION

cc: Mr. Raye Miller
Marbob Energy Corporation

U.S. Postal Service
CERTIFIED MAIL RECEIPT
(Domestic Mail Only; No Insurance Coverage)

SENDER: COMPLETE THIS SECTION

COMPLETE THIS SECTION ON DELIVERY

OFFICIAL USE

Postage	\$ 1.06
Certified Fee	2.30
Return Receipt Fee (Endorsement Required)	1.75
Restricted Delivery Fee (Endorsement Required)	5.11
Total Postage & Fees	\$ 10.22

Sent To James L. Brown
311 Main Road
Ruidoso, NM 88345
City, State, ZIP
PS Form 3800, January 1999

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

James L. Brown
311 Main Road
Ruidoso, NM 88345

44503.0012

2. Article Number (Copy from) 7001 1140 0002 9557 7180

PS Form 3811, July 1999

Domestic Return Receipt

102595-00-M-0952

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Bureau of Land Management
Carlsbad Field Office
620 E. Greene Street
Carlsbad, New Mexico 88221-1778

44503.0012

2. Article Number (Copy from serv) 7001 1140 0002 9557 7210

PS Form 3811, July 1999

Domestic Return Receipt

102595-00-M-0952

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Chevron Texaco
1111 Bagby Street
Houston, TX 77002

44503.0012

2. Article Number (Copy from) 7001 1140 0002 9557 7111

PS Form 3811, July 1999

Domestic Return Receipt

102595-00-M-0952

A. Received by (Please Print Clearly) B. Date of Delivery

C. Signature

X [Signature] ☐ Agent ☐ Addressee

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail ☐ Express Mail
☐ Registered ☒ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

A. Received by (Please Print Clearly) B. Date of Delivery

C. Signature

X [Signature] ☐ Agent ☐ Addressee

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail ☐ Express Mail
☐ Registered ☒ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

U.S. Postal Service
CERTIFIED MAIL RECEIPT
(Domestic Mail Only; No Insurance Coverage)

OFFICIAL USE

Postage	\$ 1.06
Certified Fee	2.30
Return Receipt Fee (Endorsement Required)	1.75
Restricted Delivery Fee (Endorsement Required)	5.11
Total Postage & Fees	\$ 10.22

Sent To Bureau of Land Management
Carlsbad Field Office
620 E. Greene Street
Carlsbad, New Mexico 88221-1778
City, State, ZIP
PS Form 3800, January 1999

U.S. Postal Service
CERTIFIED MAIL RECEIPT
(Domestic Mail Only; No Insurance Coverage)

OFFICIAL USE

Postage	\$ 1.06
Certified Fee	2.30
Return Receipt Fee (Endorsement Required)	1.75
Restricted Delivery Fee (Endorsement Required)	5.11
Total Postage & Fees	\$ 10.22

Sent To Chevron Texaco
1111 Bagby Street
Houston, TX 77002
City, State, ZIP
PS Form 3800, January 1999

U.S. Postal Service
CERTIFIED MAIL RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

SENT

OFFICIAL USE

Postage	\$ 1.06
Certified Fee	2.30
Return Receipt Fee (Endorsement Required)	1.75
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 5.11

Sent To
Commissioner of Public Lands
P. O. Box 1148
Santa Fe, NM 87504-1148

PS Form 3800

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Commissioner of Public Lands
P. O. Box 1148
Santa Fe, NM 87504-1148

44503.0012

2. Article Number (Copy from

7001 1140 0002 9557 7166

PS Form 3811, July 1999

Domestic Return Receipt

102595-00-M-0952

U.S. Postal Service
CERTIFIED MAIL RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

OFFICIAL USE

Postage	\$ 1.06
Certified Fee	2.30
Return Receipt Fee (Endorsement Required)	1.75
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 5.11

Sent To
Featherstone Development Corp.
1801 West Second Street
Roswell, NM 88201

PS Form 3800

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Featherstone Development Corp.
1801 West Second Street
Roswell, NM 88201

2. Article Number (Copy from

7001 1140 0002 9557 7173

PS Form 3811, July 1999

Domestic Return Receipt

102595-00-M-0952

U.S. Postal Service
CERTIFIED MAIL RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

OFFICIAL USE

Postage	\$ 1.06
Certified Fee	2.30
Return Receipt Fee (Endorsement Required)	1.75
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 5.11

Sent To
C. O. Fulton
P. O. Box 1121
Artesia, NM 88211-1121

PS Form 3800

60. ATTENTION: THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) B. Date of Delivery

C. Signature

X [Signature] ☐ Agent ☐ Addressee

D. Is delivery address different from item 1? ☐ Yes ☐ No
If YES, enter delivery address below:

3. Service Type

☒ Certified Mail ☐ Express Mail
☐ Registered ☒ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

A. Received by (Please Print Clearly) B. Date of Delivery

C. Signature

X [Signature] ☐ Agent ☐ Addressee

D. Is delivery address different from item 1? ☐ Yes ☐ No
If YES, enter delivery address below:

3. Service Type

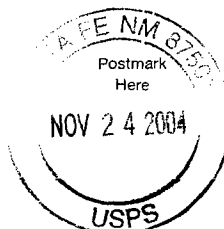
☒ Certified Mail ☐ Express Mail
☐ Registered ☒ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

U.S. Postal Service
CERTIFIED MAIL RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

OFFICIAL USE

Postage \$ 1.04
Certified Fee 2.30
Return Receipt Fee (Endorsement Required) 1.75
Restricted Delivery Fee (Endorsement Required) 5.11
Total Postage & Fees \$ 10.20



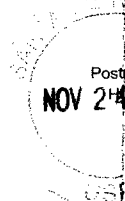
Sent To
Hanson Energy
Street, Apt. No., or PO Box No. R342 S. Haldeman Road
City, State, ZIP+ Artesia, NM 88210

PS Form 3800, January 2002

U.S. Postal Service
CERTIFIED MAIL RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

OFFICIAL USE

Postage \$ 1.06
Certified Fee 2.30
Return Receipt Fee (Endorsement Required) 1.75
Restricted Delivery Fee (Endorsement Required) 5.11
Total Postage & Fees \$ 10.22



Sent To
Mack Energy Corporation
Street, Apt. No., or PO Box No. P. O. Box 960
City, State, ZIP+ Artesia, NM 88210

PS Form 3800, January 2002

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Mack Energy Corporation
P. O. Box 960
Artesia, NM 88210

44503.0012

2. Article Number (Copy from sender)

7001 1140 0002 9557 7203

PS Form 3811, July 1999

Domestic Return Receipt

102595-00-M-0952

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Marbob Energy Corporation
Vintage Drilling LLC
Post Office Box 227
Artesia, NM 88211-0227

44503.0012

2. Article Number (Copy from sender)

7001 1140 0002 9557 7128

PS Form 3811, July 1999

Domestic Return Receipt

102595-00-M-0952

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) B. Date of Delivery

Deana Pennington

C. Signature

x Deana Pennington ☐ Agent ☐ Addressee

D. Is delivery address different from item 1? ☐ Yes ☐ No
If YES, enter delivery address below:

3. Service Type

☒ Certified Mail ☐ Express Mail
☐ Registered ☒ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

A. Received by (Please Print Clearly) B. Date of Delivery

Misti McEug 11-27-04

C. Signature

x Misti McEug ☒ Agent ☐ Addressee

D. Is delivery address different from item 1? ☐ Yes ☐ No
If YES, enter delivery address below:

3. Service Type

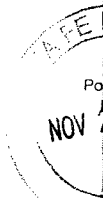
☒ Certified Mail ☐ Express Mail
☐ Registered ☒ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

U.S. Postal Service
CERTIFIED MAIL RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

OFFICIAL USE

Postage \$ 1.06
Certified Fee 2.30
Return Receipt Fee (Endorsement Required) 1.75
Restricted Delivery Fee (Endorsement Required) 5.11
Total Postage & Fees \$ 10.22



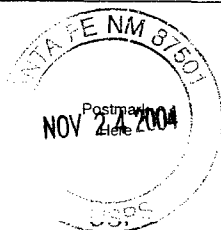
Sent To
Marbob Energy Corporation
Street, Apt. No., or PO Box No. Vintage Drilling LLC
City, State, ZIP+ Post Office Box 227
Artesia, NM 88211-0227

PS Form 3800, January 2002

U.S. Postal Service
CERTIFIED MAIL RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

OFFICIAL USE

Postage	\$ 1.06
Certified Fee	2.30
Return Receipt Fee (Endorsement Required)	1.75
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 5.11



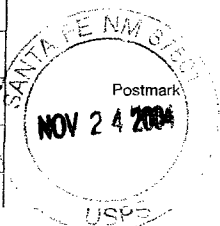
Sent To Bill L. Miller
P. O. Box 17432
Ft. Worth, TX 76102

PS Form 3800

U.S. Postal Service
CERTIFIED MAIL RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

OFFICIAL USE

Postage	\$ 1.06
Certified Fee	2.30
Return Receipt Fee (Endorsement Required)	1.75
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 5.11



Sent To Webb Oil
2409 Cerro Road
Artesia, NM 88210

PS Form 3800

Affidavit of Publication

NO. 18691

STATE OF NEW MEXICO

County of Eddy:

Gary D. Scott being duly

sworn, says: That he is the Publisher of The
Artesia Daily Press, a daily newspaper of general
circulation, published in English at Artesia, said county
and county and state, and that the here to attached

Legal Notice

was published in a regular and entire issue of the said
Artesia Daily Press, a daily newspaper duly qualified
for that purpose within the meaning of Chapter 167 of
the 1937 Session Laws of the state of New Mexico for

1 consecutive weeks/days on the same

day as follows:

First Publication November 28 2004

Second Publication

Third Publication

Fourth Publication

Subscribed and sworn to before me this

29th Day November 2004

Barbara Ann Beane

Notary Public, Eddy County, New Mexico

My Commission expires September : 23, 2007

Copy of Publication:

NOTICE OF PUBLICATION

STATE OF NEW
MEXICO ENERGY, MIN-
ERALS AND NATURAL
RESOURCES DEPART-
MENT OIL CONSERVA-
TION DIVISION
SANTA FE, NEW MEXI-
CO

The State of New Mexico through its Oil Conservation Division hereby gives notice pursuant to law and the Rules and Regulations of the Division of the following public hearing to be held at 8:15 A.M. on December 16, 2004, in the

LEGAL NOTICE

Oil Conservation Division Hearing Room at 1220 South St. Francis, Santa Fe, New Mexico, before an examiner duly appoint for the hearing. If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aid or service to attend or participate in the hearing, please contact: Florene Davidson at 505-476-3458 or through the New Mexico Relay Network, 1-800-659-1779 by December 6, 2004. Public documents including the agenda and minutes, can be provided in various accessible forms. Please contact Florene Davidson if a summary or other type of accessible form is needed.

STATE OF NEW MEXICO TO:

All named parties and persons having any right, title, interest or claim in the following cases and notice to the public.

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

CASE 13386 (Reopened and Readvertised):

Application of Marbob Energy Corporation for contraction of the East Empire-Yeso Pool and

extension of the horizontal boundaries and the vertical limits of a portion of the Grayburg-Jackson (Seven Rivers-Queen-Grayburg-San Andres) Pool, Eddy County, New Mexico. Applicant in the above-styled cause, seeks an order (i) contracting the boundaries of the East Empire-Yeso Pool to exclude the SE/4 and SE/4 SW/4 of Section 22, Township 17 South, Range 29 East, NMMP; (ii) extending the boundaries of the Grayburg-Jackson (Seven Rivers-Queen-Grayburg-San Andres) Pool to include the NE/4 of Section 11, Township 17 South, Range 29 East, NMMP; and (iii) extending the vertical limits of the Grayburg-Jackson (Seven Rivers-Queen-Grayburg-San Andres) Pool to include the Glorieta Yeso (Paddock) formation in its proposed Dodd Federal Unit Area underlying 2400.00 acres, more or less, of Federal lands in the following acreage:

TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMMP

Section 10: E / 2,
E/2 W/2
Section 11: All
Section 14: All
Section 15: E/2
Section 22: SE/4,
S E / 4
SW/4, E/2 NE/4, SW/4
NE/4

Said unit area is located approximately 3.3 miles West of Loco Hills, New Mexico.

Given under the Seal of the State of New Mexico Oil Conservation Commission at Santa Fe, New Mexico on this 24th day of November 2004.

STATE OF NEW
MEXICO
OIL CONSERVATION
DIVISION
Mark E. Fesmire, P.E.,
Director

Published in the Artesia
Daily Press, Artesia,
N.M. November 28,
2004.

Legal 18691