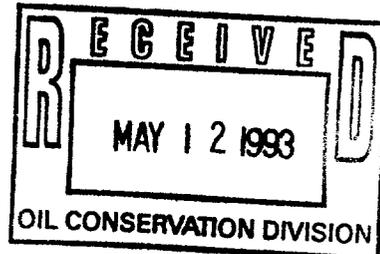




May 10, 1993

Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

Attention: Mr. Mike Stogner



10738

Dear Mr. Stogner:

Marbob Energy Corporation respectfully requests a hearing with notice for an unorthodox well location on the Keely A Federal lease. The well location's legal description is as follows:

Keely A Federal No. 30
25 FSL, 2615 FWL
Section 13, T-17S, R-29E
Eddy County, New Mexico

This well will be completed in the Grayburg San Andres formations in the Grayburg Jackson Seven Rivers, Queen, Grayburg, San Andres Pool. Note that this location is no closer than 330 feet to an outer boundary of the lease, nor closer than 10 feet to any quarter-quarter section line or subdivision inner boundary.

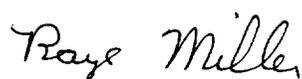
Attached to this application are the following exhibits:

- A.) Well location and acreage dedication plat (form C-102) filed with the Artesia office of the Oil Conservation Division (Exhibit A).
- B.) A plat showing the proposed unorthodox location, the respective proration unit, and the offsetting proration units including their ownership (Exhibit B).
- C.) Copies of the letter of notification sent to operators or owners of proration units offsetting the proration unit containing the proposed unorthodox location (Exhibit C).

The letters attached as Exhibit "C" have been sent to each offset operator by certified mail and they have been requested to notify you if they have any objections. Note that with the exception of the operators notified, Marbob Energy Corporation is the operator of all offsetting proration units.

Thank you very much for your help in this matter. Should you need additional information or have any questions about the material enclosed, please contact me.

Sincerely,



Raye Miller
Land Department

RM/mm
Enclosures

cc: Mr. Bill Carr
Campbell, Carr, Berge, Sheridan
P. O. Box 2208
Santa Fe, New Mexico 87504-2208

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

Submit to Appropriate
District Office
State Lease - 4 copies
Fee Lease - 3 copies

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT I

P.O. Box 1980, Hobbs, NM 88240

DISTRICT II

P.O. Drawer DD, Artesia, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

C

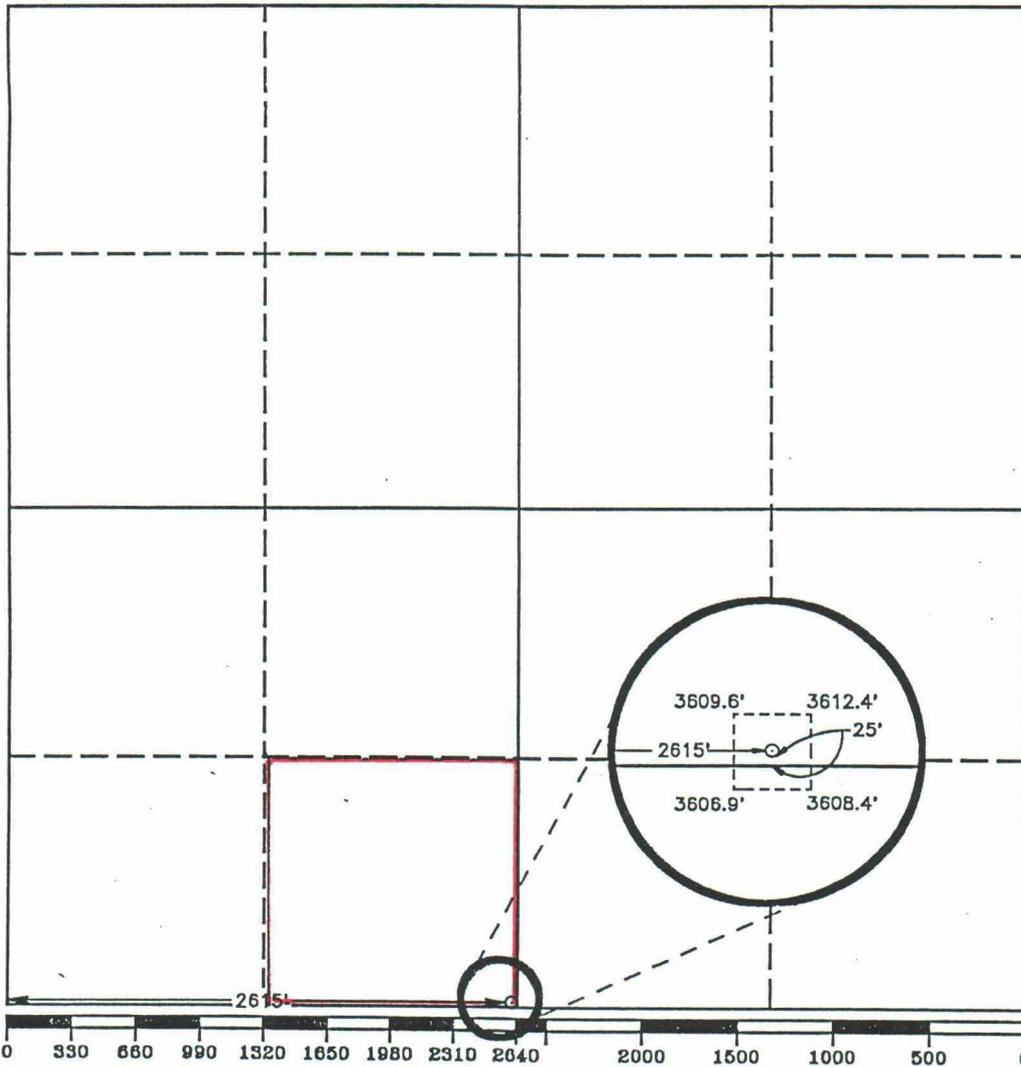
Operator MARBOB ENERGY CORPORATION			Lease Keely A Federal		Well No. 30
Unit Letter N	Section 13	Township 17 SOUTH	Range 29 EAST	NMPM	County EDDY
Actual Footage Location of Well: 25 feet from the SOUTH line and 2615 feet from the WEST line					
Ground Level Elev. 3610.7'	Producing Formation Grayburg San Andres	Pool Grbg Jackson SR Q Grbg SA		Dedicated Acreage: 40 Acres	

- Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?

Yes No If answer is "yes" type of consolidation _____

If answer is "no" list of owners and tract descriptions which have actually been consolidated. (Use reverse side of this form necessary.) _____

No allowable will be assigned to the well unit all interests have been consolidated (by communitization, unitization, forced-pooling, otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



OPERATOR CERTIFICATION

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

Signature
Rhonda Nelson

Printed Name
Rhonda Nelson

Position
Production Clerk

Company
Marbob Energy Corporation

Date
April 29, 1993

SURVEYOR CERTIFICATION

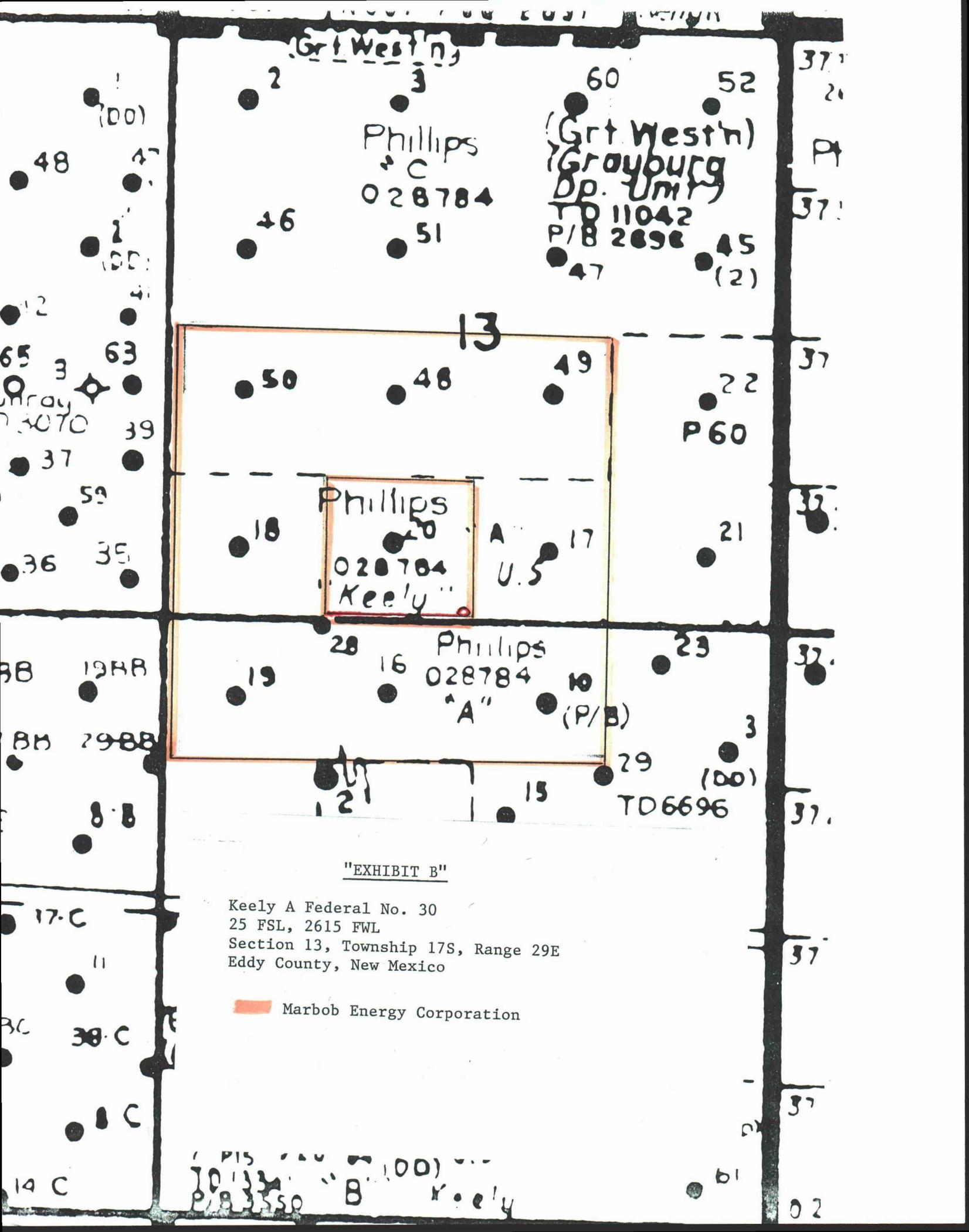
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed
FEBRUARY 9, 1993

Signature & Seal of Professional Surveyor
Gary L. Jones

Certificate No. JOHN W. WEST, 676
RONALD J. EDSON, 3239
GARY L. JONES, 7977

95-11-0135

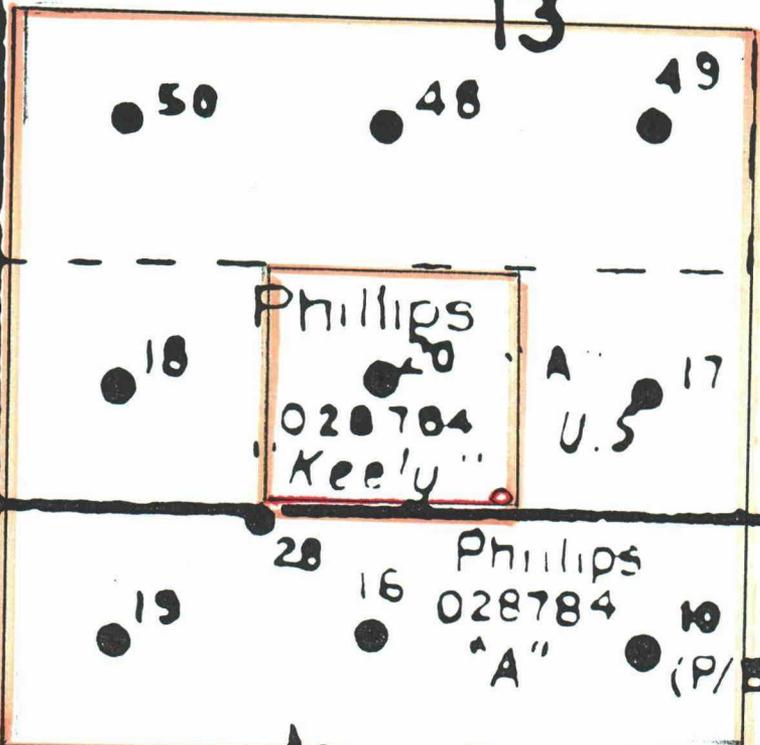


(Grt West'n)

(Grt West'n)
(Grayburg
Op. Unit)

Phillips
C
028784

TD 11042
P/B 2698



Phillips
028784
"Keely"

Phillips
028784
"A"

"EXHIBIT B"

Keely A Federal No. 30
25 FSL, 2615 FWL
Section 13, Township 17S, Range 29E
Eddy County, New Mexico

 Marbob Energy Corporation

10133
P/B 3350 "B" Keely



May 10, 1993

Bureau of Land Management
1717 West Second Street
Roswell, New Mexico 88201-2019

Attention: Armando Lopez

RE: Unorthodox Well Location
Keely A Federal No. 30
25 FSL 2615 FWL
Sec. 13, T-17S, R-29E,
Eddy County, New Mexico

Gentlemen:

Marbob Energy Corporation, as operator of the Keely A Federal Lease, hereby notifies you that we have applied to the New Mexico Oil Conservation Division for a hearing on the above referenced location.

You are being notified as an operator or owner of a proration unit offsetting the above referenced unorthodox location in the Grayburg Jackson Seven Rivers, Queen, Grayburg San Andres Pool. If you have no objection to the drilling of this well, please sign below and forward one copy to the NMOCD, P.O. Box 2088, Santa Fe, New Mexico, 87501, one copy to this office, and retain one copy for your files.

If you should have an objection, please contact Marbob and the NMOCD before June 15, 1993 and state your objection. The NMOCD has set the hearing date for June 17, 1993. Thank you very much for your help in this matter. Please do not hesitate to contact me should you have any questions.

Sincerely,

Raye Miller
Land Department

RM/mm

We do not object to the above
proposed location:

By: _____