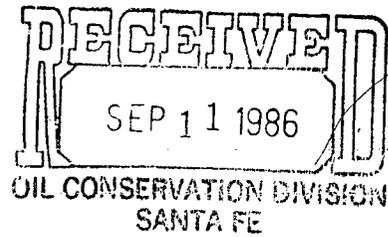




marbob
energy corporation



September 9, 1986

NSL - 2289

Richard L. Stamets
Director
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501
Attention: David Catanach

RE: Letter Dated 9/3/86
Request for Administrative
Approval of Unorthodox
Well Location
G.J. West Coop Unit No. 85
1345 FNL 2310 FWL
Sec. 22, T-17S, R-29E
Eddy County, New Mexico

Dear Sirs:

It has come to the attention of Marbob Energy Corporation that an offset operator is affected by the above request. A copy of the letter notifying the offset operator of our request for unorthodox location is enclosed. Please attach this letter and the copy of the letter of notification to the original request.

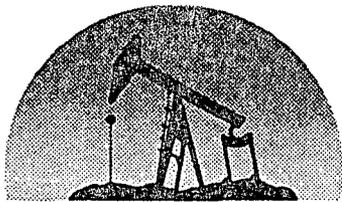
Thank-you very much for your cooperation.

Sincerely,

Ron Head
Land Department

RH/rn

Enclosure



marbob

energy corporation

September 9, 1986

Midwest Investment Company
P. O. Box 597
Roswell, New Mexico 88201

RE: G.J. West Coop Unit #85
1345 FNL 2310 FWL
Sec. 22, T-17S, R-29E
Eddy County, New Mexico

Gentlemen:

Marbob Energy Corporation as operator of the above referenced well hereby notifies you that we have applied to the New Mexico Oil Conservation Division for administrative approval without notice and hearing of unorthodox locations pursuant to Order R-7808 of the New Mexico Oil Conservation Division.

You are being contacted as an operator or owner of a proration unit offsetting the above referenced location in the Grayburg Jackson Seven Rivers Queen Grayburg San Andres Pool. If you do not have any 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 do have an objection, please contact Marbob and the NMOCD at the above address and state your reason for the objection.

Thank-you very much for your cooperation in this matter. Please do not hesitate to contact me should you have any questions.

Sincerely,

Ron Head
Land Department

RH/rn

CRRR

APPROVAL

COMPANY: _____
BY: _____
TITLE: _____
DATE: _____

PS Form 3811, Jan. 1979

SENDER: Complete items 1, 2, and 3.
Add your address in the "RETURN TO" space on reverse.

1. The following service is requested (check one.)

Show to whom and date delivered. \$

Show to whom, date and address of delivery. \$

RESTRICTED DELIVERY
Show to whom and date delivered. \$

RESTRICTED DELIVERY.
Show to whom, date, and address of delivery. \$

(CONSULT POSTMASTER FOR FEES)

2. ARTICLE ADDRESSED TO:

Midwest Investment Company
P. O. Box 597
Roswell, NM 88201

3. ARTICLE DESCRIPTION:

REGISTERED NO.	CERTIFIED NO.	INSURED NO.
	180950458	

(Always obtain signature of addressee or agent)

I have received the article described above.
SIGNATURE Addressee Authorized agent

4. DATE OF DELIVERY POSTMARK

5. ADDRESS (Complete only if requested)

6. UNABLE TO DELIVER BECAUSE: CLERK'S INITIALS

RETURN RECEIPT, REGISTERED, INSURED AND CERTIFIED MAIL

☆ GPO : 1979-288-848

P 180 950 458

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED
NOT FOR INTERNATIONAL MAIL

(See Reverse)

PS Form 3800, Feb. 1982

★ U.S.G.P.O. 1984-446-014

Sent to	Midwest Investment Co.
Street and No.	P. O. Box 597
P.O. Box or ZIP	Roswell, NM 88201
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to whom and Date Delivered	
Return receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$
Postmark or Date	9/9/86

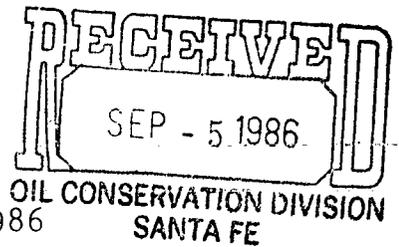
Release Immediately
No offsets

By DEC



marbob
energy corporation

September 3, 1986



Richard L. Stamets
Director
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501
Attention: David Catanach

NSL - 2289
RULE - R-7808
~~2~~ 3
Ordering Paragraph No. 3

Dear Mr. Stamets:

The purpose of this letter is to request administrative approval without notice and hearing for an unorthodox well location pursuant to Order R-7808 of the New Mexico Oil Conservation Division. The following is the footage location for which administrative approval of an unorthodox well location is sought:

G.J. WEST CO-OP UNIT NO. 85
1345 FNL 2310 FWL
Section 22, T-17S, R-29E
Eddy County, New Mexico

The well will be completed in the Grayburg San Andres formation 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 a lease, or in the case of a unit, unitized area, nor closer than 10 feet to any quarter quarter section line of subdivision inner boundary.

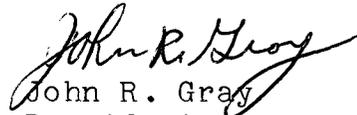
Attached to this application as Exhibit "A" through "B" are the following:

- A. Well location and Acreage Dedication Plats (Forms 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 units, and the offsetting proration units including ownership of the offsetting proration units in the Grayburg San Andres formation in the Grayburg Jackson Seven Rivers Queen Grayburg San Andres Pool (Exhibit "B").

Note that Marbob Energy Corporation is the operator of all offsetting proration units in the Grayburg San Andres formation of the Grayburg Jackson Seven Rivers Queen Grayburg San Andres Pool.

Thank-you very much for your help in this matter. Should you have any further questions or be in need of any additional information, please contact Ron Head or Raye Miller.

Sincerely,


John R. Gray
President

JRG/rsn

Enclosures

Exhibit "A"

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

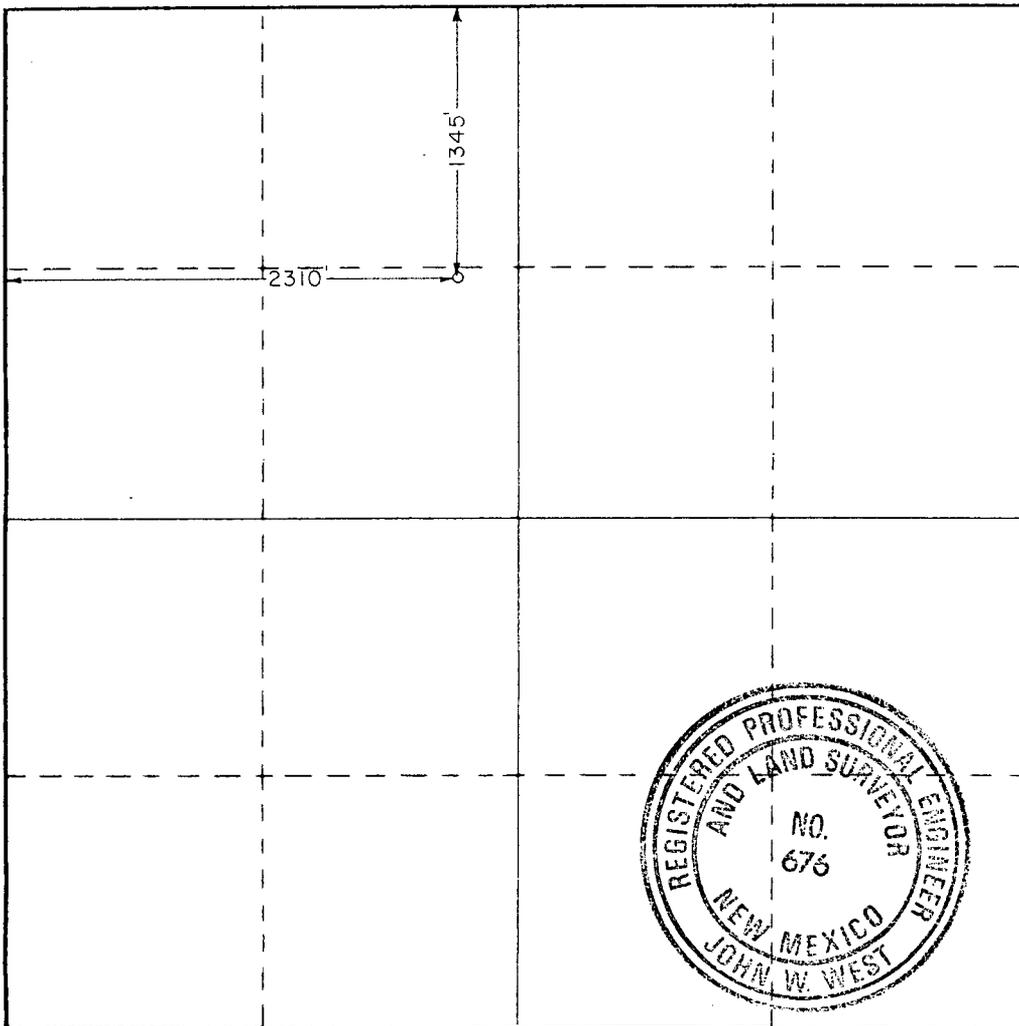
Operator MARBOB ENERGY CORP.		Lease G. J. WEST COOP UNIT			Well No. 85
Unit Letter F	Section 22	Township 17 SOUTH	Range 29 EAST	County EDDY	
Actual Footage Location of Well: 1345 feet from the NORTH line and 2310 feet from the WEST line					
Ground Level Elev. 3553.9	Producing Formation		Pool	Dedicated Acreage: Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests 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 the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

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



CERTIFICATION

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

Name

Position

Company

Date

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

August 28, 1986

Registered Professional Engineer and/or Land Surveyor

Certificate No. JOHN W. WEST, 676
RONALD J. EIDSON, 3239



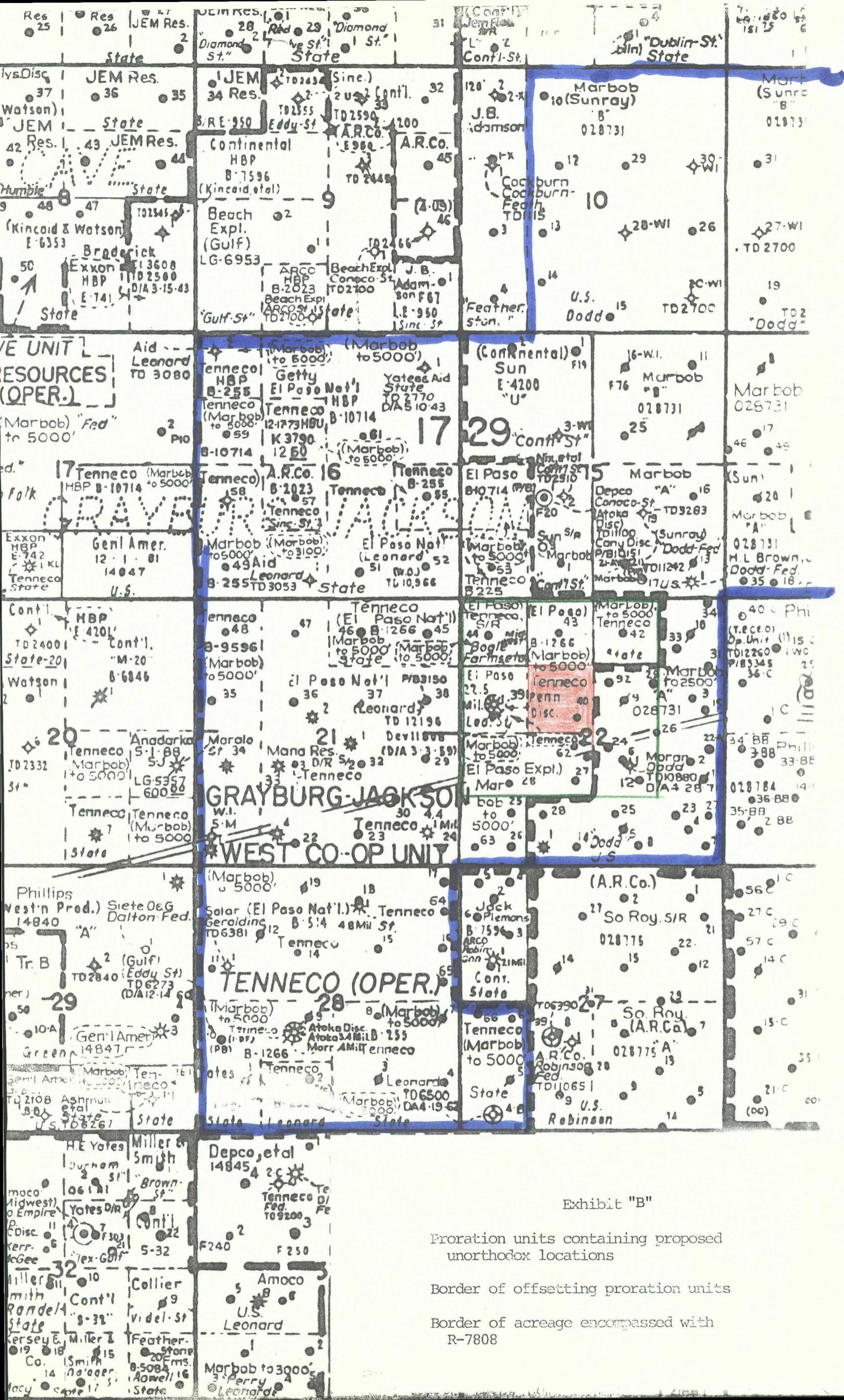


Exhibit "B"

Proration units containing proposed unorthodox locations

Border of offsetting proration units

Border of acreage encompassed with R-7808