



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

November 20, 1998

Marbob Energy Corporation
P. O. Box 227
Artesia, New Mexico 88211-0227
Attention: Raye Miller

Telefax No. (505) 746-2523

Administrative Order NSL-4168

Dear Mr. Miller:

Reference is made to your application dated November 17, 1998 for approval to drill your proposed Primero Federal Well No. 1 at an unorthodox gas well location to test the Morrow formation 850 feet from the North line and 847 feet from the West line (Unit D) of Section 23, Township 26 South, Range 24 East, NMPM, Eddy County, New Mexico.

The N/2 of Section 23 being a standard 320-acre gas spacing and proration unit for the Morrow formation is to be dedicated to this well.

The application has been duly filed under the provisions of Rule 104.F of the Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

By the authority granted me under the provisions of Division General Rule 104.F(2), the above-described unorthodox gas well location is hereby approved.

Sincerely,

A handwritten signature in cursive script, appearing to read "Lori Wrotenbery", with a stylized flourish extending to the right.

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Artesia
U. S. Bureau of Land Management - Carlsbad