

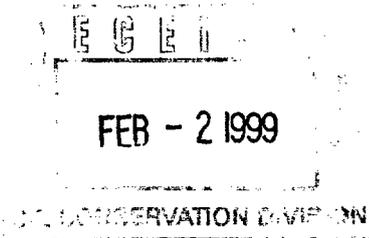


marbob
energy corporation

February 1, 1999

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

Attention: Engineering Bureau



*RE: Marbob Energy Corporation Application
For Authorization to Inject - E.L. Federal #8
380' FSL and 990' FEL, Section 21-17S-30E
Eddy County, New Mexico*

Gentlemen:

On January 21, 1999, Marbob Energy Corporation submitted an Application for Authorization to Inject concerning the above referenced well. Since that time, we have received an Affidavit of Publication as well as signed notification letters stating no objection to the proposed well.

I have enclosed copies of the before mentioned correspondence to be submitted with the E.L. Federal No. 8 Application for Authorization to Inject.

Thank you for your help in this matter. If you have any questions, please contact me.

Sincerely,

*Dean Chumbley
Land Department*

DC/mm

Affidavit of Publication

NO. 16470

STATE OF NEW MEXICO

County of Eddy:

Gary 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 3 consecutive weeks/days on the same day as follows:

First Publication January 24 1999

Second Publication January 26 1999

Third Publication January 27 1999

Fourth Publication

Subscribed and sworn to before me this

31st day of January 1999

Barbara Ann Beans
Notary Public, Eddy County, New Mexico

My Commission expires September 23, 1999

Copy of Publication:

LEGAL NOTICE

Marbob Energy Corporation, Post Office Box 227, Artesia, New Mexico 88211-0227 has filed Form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division seeking administrative approval for a salt water disposal well. The proposed well, the E. L. Federal #8 is located 380 feet from the south line and 990 feet from the east line, Section 21, Township 17 South, Range 30 East, Eddy County, New Mexico. Disposal water will be sourced from area wells producing from the Seven Rivers, Grayburg, San Andres, and Yeso formations. The disposal water will be injected into the Yeso/Paddock formation at a depth 4710'-5128'. A maximum surface pressure of 942 psi, and a maximum rate of 10,000 BHPD. Any interested party who has an objection to this must give notice in writing to the Oil Conservation Division, 12040 South Pacheco Street, Santa Fe, New Mexico 87505 within fifteen (15) days of this notice. Any interested party with questions or comments may contact Dean Chumbley at Marbob Energy Corporation, Post Office Box 227, Artesia, New Mexico 88211-0227 or call (505) 748-3303. Published in the Artesia Daily Press, Artesia, N.M. January 24, 26, 27, 1999. Legal 16470



JAN 27 1999

JAN 9 1999

marbob
energy corporation

January 21, 1999

Chambers & Kennedy
~~607 Midland National Bank Bldg.~~
Midland, Texas ~~79702~~ 79701

~~550 WEST TEXAS #1225~~

RE: Conversion to Disposal Well - E L Federal No. 8
380' FSL and 990' FEL, Section 21-17S-30E
Eddy County, New Mexico

Gentlemen:

Enclosed, for your review, is a copy of Marbob Energy Corporation's Application for converting the E L Federal No. 8 well into a produced water disposal well.

As a requirement of the New Mexico Oil Conservation Division, we are required to notify any offset operators, as well as surface and mineral owners, of our proposal to convert the before mentioned well into a disposal well. If you have any objections, you must notify the Oil Conservation Division of Santa Fe in writing within fifteen (15) days of this letter. If you have no objections to the proposed disposal well, please sign below and return a copy to our offices.

Thank you for your cooperation in this matter. Do not hesitate to contact us should you have any questions concerning this matter.

Sincerely,

Dean Chumbley
Land Department

Chambers & Kennedy has no objection to the proposed disposal well.

By:
Title: PARTNER
Date: 1/25/99



JAN 27 1999

marbob
energy corporation

January 21, 1999

William and Son Cattle Company
Post Office Box 30
Maljamar, New Mexico 88264

RE: Conversion to Disposal Well - E L Federal No. 8
380' FSL and 990' FEL, Section 21-17S-30E
Eddy County, New Mexico

Gentlemen:

Enclosed, for your review, is a copy of Marbob Energy Corporation's Application for converting the E L Federal No. 8 well into a produced water disposal well.

As a requirement of the New Mexico Oil Conservation Division, we are required to notify any offset operators, as well as surface and mineral owners, of our proposal to convert the before mentioned well into a disposal well. If you have any objections, you must notify the Oil Conservation Division of Santa Fe in writing within fifteen (15) days of this letter. If you have no objections to the proposed disposal well, please sign below and return a copy to our offices.

Thank you for your cooperation in this matter. Do not hesitate to contact us should you have any questions concerning this matter.

Sincerely,

Dean Chumbley
Land Department

Williams & Son Cattle Co. has no objection to the proposed disposal well.

By: Billy S. Williams
Title: pres - Williams & Son Cattle Co.
Date: 1-19-99



JAN 27 1999

marbob
energy corporation

January 21, 1999

Shahara Oil, LLC
207 West McKay
Carlsbad, New Mexico 88220

RE: Conversion to Disposal Well - E L Federal No. 8
380' FSL and 990' FEL, Section 21-17S-30E
Eddy County, New Mexico

Gentlemen:

Enclosed, for your review, is a copy of Marbob Energy Corporation's Application for converting the E L Federal No. 8 well into a produced water disposal well.

As a requirement of the New Mexico Oil Conservation Division, we are required to notify any offset operators, as well as surface and mineral owners, of our proposal to convert the before mentioned well into a disposal well. If you have any objections, you must notify the Oil Conservation Division of Santa Fe in writing within fifteen (15) days of this letter. If you have no objections to the proposed disposal well, please sign below and return a copy to our offices.

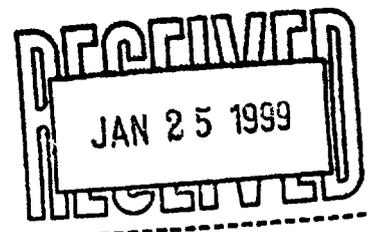
Thank you for your cooperation in this matter. Do not hesitate to contact us should you have any questions concerning this matter.

Sincerely,

Dean Chumbley
Land Department

Shahara Oil LLC has no objection to the proposed disposal well.

By:
Title: President
Date: 1/25/99





JAN 27 1999

marbob
energy corporation

January 21, 1999

Premier Oil and Gas
Post Office Box 1246
Artesia, New Mexico 88211

RE: Conversion to Disposal Well - E L Federal No. 8
380' FSL and 990' FEL, Section 21-17S-30E
Eddy County, New Mexico

Gentlemen:

Enclosed, for your review, is a copy of Marbob Energy Corporation's Application for converting the E L Federal No. 8 well into a produced water disposal well.

As a requirement of the New Mexico Oil Conservation Division, we are required to notify any offset operators, as well as surface and mineral owners, of our proposal to convert the before mentioned well into a disposal well. If you have any objections, you must notify the Oil Conservation Division of Santa Fe in writing within fifteen (15) days of this letter. If you have no objections to the proposed disposal well, please sign below and return a copy to our offices.

Thank you for your cooperation in this matter. Do not hesitate to contact us should you have any questions concerning this matter.

Sincerely,

Dean Chumbley
Land Department

Premier Oil and Gas has no objection to the proposed disposal well.

By: Roalio Jones
Title: President
Date: 01/26/99



marbob
energy corporation

JAN 28 1999

January 21, 1999

RECEIVED

JAN 25 1999

PENDRAGON ENERGY
PARTNERS, INC.

Pendragon Energy Partners, Inc.
621 Seventeenth Street, #750
Denver, Colorado 80293

RE: Conversion to Disposal Well - E L Federal No. 8
380' FSL and 990' FEL, Section 21-17S-30E
Eddy County, New Mexico

Gentlemen:

Enclosed, for your review, is a copy of Marbob Energy Corporation's Application for converting the E L Federal No. 8 well into a produced water disposal well.

As a requirement of the New Mexico Oil Conservation Division, we are required to notify any offset operators, as well as surface and mineral owners, of our proposal to convert the before mentioned well into a disposal well. If you have any objections, you must notify the Oil Conservation Division of Santa Fe in writing within fifteen (15) days of this letter. If you have no objections to the proposed disposal well, please sign below and return a copy to our offices.

Thank you for your cooperation in this matter. Do not hesitate to contact us should you have any questions concerning this matter.

Sincerely,

Dean Chumbley
Land Department

Pendragon Energy Partners has no objection to the proposed disposal well.

By:
Title: MANAGER
Date: 1/25/99



FEB 01 1999

marbob
energy corporation

January 21, 1999

Eastland Oil Company
Post Office Drawer 3488
Midland, Texas 79702

RE: Conversion to Disposal Well - E L Federal No. 8
380' FSL and 990' FEL, Section 21-17S-30E
Eddy County, New Mexico

Gentlemen:

Enclosed, for your review, is a copy of Marbob Energy Corporation's Application for converting the E L Federal No. 8 well into a produced water disposal well.

As a requirement of the New Mexico Oil Conservation Division, we are required to notify any offset operators, as well as surface and mineral owners, of our proposal to convert the before mentioned well into a disposal well. If you have any objections, you must notify the Oil Conservation Division of Santa Fe in writing within fifteen (15) days of this letter. If you have no objections to the proposed disposal well, please sign below and return a copy to our offices.

Thank you for your cooperation in this matter. Do not hesitate to contact us should you have any questions concerning this matter.

Sincerely,

Dean Chumbley
Land Department

Eastland Oil Co. has no objection
to the proposed disposal well.

By: Travis Reed
Title: Production Dept
Date: 1-29-99



748

marbob
energy corporation

June 1, 1999

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

Attn: Mr. Ben Stone

RE: Marbob Energy Corporation
Application to Inject - E. L. Federal No. 8

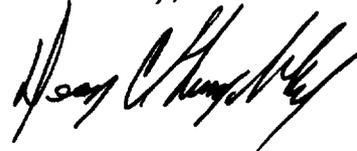
Dear Mr. Stone:

On January 21, 1999, Marbob Energy Corporation submitted for OCD approval an Application for Authorization to Inject concerning Marbob Energy's E.L. Federal No. 8 located in Unit P of Section 21, Township 17 South, Range 30 East. This Application has not been approved in part due to an objection submitted by Mack Energy Corporation, an offset operator to the proposed disposal well. As a result from meeting with representatives for Mack Energy, we would respectfully request to amend the previously submitted Application in an effort to relieve concerns voiced by Mack Energy. Therefore, Marbob Energy Corporation proposed to amend the Application for Authorization to Inject for the E.L. Federal No. 8 to reflect a maximum of 2000 barrels per day limit be placed on this disposal well.

Marbob Energy respectfully requests that the OCD grant approval to our previously submitted Application with the before mentioned amendment. Thank you for your help in this matter. Please do not

hesitate to contact me should you require any additional information.

Sincerely,



Dean Chumbley
Land Department

DC/mm

Mack Energy Corporation hereby waives
its objection to the E.L. Federal No. 8
Application upon acceptance of the above
stated amendment.

MACK ENERGY CORPORATION

By: Mack C. Chase
Mack C. Chase

Its: President

Date: June 2, 1999