



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

January 7, 2002

Lori Wrotenbery
Director
Oil Conservation Division

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

Telefax No. (505) 746-2523

Administrative Order NSL-4685 (SD)

Dear Mr. Chumbley:

Reference is made to the following: (i) your application (*application reference No. pKRV0-200451772*) dated January 2, 2002; and (ii) the records of the New Mexico Oil Conservation Division ("Division") in Santa Fe: all concerning Marbob Energy Corporation's ("Marbob") request for an unorthodox infill oil well location within an existing standard 40-acre oil spacing and proration unit comprising the SE/4 NW/4 (Unit F) of irregular Section 18, Township 17 South, Range 31 East, NMPM, Cedar Lake-Yeso Pool (96831), Eddy County, New Mexico.

This 40-acre unit is currently dedicated to Marbob's Coffee Federal Well No. 5 (API No. 30-015-31332) located at a standard oil well location 1700 feet from the North line and 1484 feet from the West line of irregular Section 18.

This application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

By the authority granted me under the provisions of Division Rule 104.F (2), the following described well to be drilled at an unorthodox infill oil well location within the SE/4 NW/4 of irregular Section 18 is hereby approved:

Coffee Federal Well No. 2
2410' FNL & 2046' FWL
(API No. 30-015-31058).

Further, both the existing Coffee Federal Well No. 5 and the proposed Coffee Federal Well No. 2 are to be simultaneously dedicated to the subject 40-acre unit

Sincerely,

Lori Wrotenbery
Director

LW/MES/kv

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