

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

Governor

Joanna Prukop Cabinet Secretary Mark E. Fesmire, P.E.
Director
Oil Conservation Division

August 12, 2004

Marbob Energy Corporation P.O. Box 227 Artesia, NM 88211-0227

Attn: Ms. Debora L. Wilburn or To Whom It May Concern

RE: Pretty View Fee #1, located in Unit N, of Section 2, 660' FSL & 1980' FWL in Township 20 South, Range 30 East in Eddy County, New Mexico. API # 30-015-33397

Dear Ms. Wilburn or to Whom It may Concern

Concerning the above referenced well the New Mexico Oil Conservation Division (NMOCD) has received regulatory information on NMOCD form C-103 that describes in detail subsequent reporting information such as cementing information, casing information, etc. Please note that regulatory information needs to be submitted within (10) days following the setting of <u>each casing string</u>, per NMOCD Rule 1103.D. I have provided a copy of this rule for your reference.

In addition, please note that this location lies within R-111-P and thus has special rules in regards to casing and cementing practices,

In reporting on form C-103 the 'wait on cement time' shows a total time of 18 hours.

Wells drilled in the "Potash Area" of R-111-P specifically state that: "Cement shall be allowed to stand a minimum of twelve (12) hours under pressure and a total of twenty-four (24) hours before drilling the plug or initiating test".

This area of information can be found under Section C on pg. 5 titled "DRILLING IN THE POTASH AREA" in R-111-P.

After your review, please submit to our office a detailed explanation why the cementing practices, specifically the wait on cert

After your review, please submit to our office a detailed explanation why the cementing practices, specifically the wait on cement time, deviated from the rules and regulations of R-111-P.

19.15.13.1103 SUNDRY NOTICES AND REPORTS ON WELLS (Form C-103):

Form C-103 is a dual purpose form to be filed with the appropriate district office of the division to obtain division approval prior to commencing certain operations and also to report various completed operations.

- A. Form C-103 as a notice of intention
- **D.** Report of results of test of casing and cement job; report of casing alteration: A report of casing and cement test shall be filed by the operator of the well within ten days following the setting of each string of casing or liner. Said report shall be filed in triplicate on form C-103 and shall present a detailed description of the test method employed and the results obtained by such test and any other pertinent information required by 19.15.1.107 NMAC. The report shall also indicate the top of the cement and the means by which such top was determined. It shall also indicate any changes from the casing program previously authorized for the well.

Respectfully yours,

By and

Bryan G. Arrant PES

Cc: Tim Gum- District Supervisor, Artesia