Form 3160-3 (August 1999)

OCD-ARTESIA

FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

5. Lease Senal No. NMLC028793A

APPLICATION FOR PERMIT T	O DRILL OR REENTER	6. If Indian, Allottee or Tribe Name
Ta. Type of Work: ☑ DRILL ☐ REENTER		7. If Umit or CA Agreement, Name and No. NMNM88525X
1b. Type of Well: ⊠ Oil Well ☐ Gas Well ☐ Oth	er Single Zone Multiple Zone	8. Lease Name and Well No. BURCH KEELY UNIT 932 6497
	DIANA CANNON E-Mail: production@marbob.com	30 ° 0/5 - 32788
3a. Address P O BOX 227 ARTESIA, NM 88211-0227	3b. Phone No. (include area code) Ph: 505.748.3303 Fx: 505.746.2523	10. Field and Pool, or Exploratory GRBG JACKSON SR Q GRBG SA
4. Location of Well (Report location clearly and in accorded At surface SWSW Lot 4 660FSL 660F	ince with any State requirements 2789	11. Sec., I., R., M., or Blk. and Survey or Area
	//	Sec 18 T17S R30E Mer NMP
At proposed prod. zone SWSW Lot 4 660FSL 660F	(5 4)110	12. County or Parish 13. State
14. Distance in miles and direction from nearest town or post SEE SURFACE USE PLAN	S DECENTED ST.	EDDY NM
 Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 660' 	16. No. of Acros in Lease CO - ARTESIA 639.70	17. Spacing Unit dedicated to this well 37.43
 Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft. 	19. Proposed Depth SECTONIO	20. BLM/BIA Bond No. on file
21. Elevations (Show whether DF, KB, RT, GL, etc. 3633 GL	22. Approximate date work will start 04/25/2003	23. Estimated duration 21 DAYS
	24. Attachments	
The following, completed in accordance with the requirements	of Onshore Oil and Gas Order No. 1, shall be attached to	o this form:
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest Sys SUPO shall be filed with the appropriate Forest Service Of 	Item 20 above). tem Lands, the 5. Operator certification	ons unless covered by an existing bond on file (see
25. Signature (Electronic Submission)	Name (Printed/Typed) DIANA CANNON	Date 03/21/2003
Title AUTHORIZED REPRESENTATIVE		
Approved by (Signature) /s/ LESLIE A. THEISS	Name (Printed/Typed) /S/ LESLIE A. T	MAY 0 6 20
FIELD MANAGER	CARLSBAD FIELD OF	FFICE
Application approval does not warrant or certify the applicant hoperations thereon. Conditions of approval, if any, are attached.		AL FOR 1 YEAR
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, States any false, fictitious or fraudulent statements or representations.	make it a crime for any person knowingly and willfully tions as to any matter within its jurisdiction.	to make to any department or agency of the United

Additional Operator Remarks (see next page)

ROVAL SUBJECT TElectronic Submission #19846 verified by the BLM Well Information System
For MARBOB ENERGY CORPORATION, sent to the Carlsbad
GENERAL REQUIRECTION OF THE PROPERTY CONTROL OF THE PROPER SPECIAL STIPULATIONS ATTACHED

Additional Operator Remarks:

12 1/4" HOLE - 8 5/8" 24# J55 CSG SET @ 350' - CMT W/ 300 SX 7 7/8" HOLE - 5 1/2" 17# J55 CSG SET @ 4800'- CMT SUFFICIENT TO COVER 200' ABOVE ALL KNOWN OIL & GAS HORIZONS.

PRESSURE CONTROL EQUIPMENT: WE WILL BE USING A 2M SYSTEM. (SEE EXHIBIT #1)

PAY ZONE WILL BE SELECTIVELY PERFORATED AND STIMULATED AS NEEDED FOR OPTIMUM PRODUCTION.

MASTER SURFACE USE PLAN ON FILE AT BLM ROSWELL.

INCLUDED IN THE ATTACHMENT ARE:

- 1. FORM C-102 WELL LOCATION & ACREAGE DEDICATION PLAT
- 2. DRILLING PROGRAM
- SURFACE USE AND OPERATING PLAN
 ADDITIONAL REQUIRED SUPPLEMENTAL DRILLING DATA EXHIBITS #1 (4 PGS) #4

DISTRICT I P.G. Bor 1980, Hobbs, NM 88241-1980

State of New Mexico Energy, Minerals and Natural Resources Department

MAR 0 4 2003

Form C-102

Revised February 10, 1994

Submit to Appropriate District Office

DISTRICT II P.O. Draver SD, Artesta, NM 55211-0719.

OIL CONSERVATION DIVISION P.O. Box 2088

State Lesse - 4 Copies Fee Lesse - 3 Copies

DISTRICT III 1000 Et Brazos Rd., Aztec, NM 87410 Santa Fe, New Mexico 87504-2088

DISTRICT IV P.O. BOX 2008, SANTA FE, N.M. 67504-2088

37.43

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

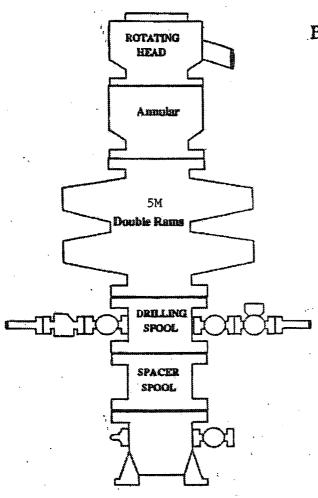
API Number	Fool Code	Pool Name			
30-015-	28509	. GRBG	JACKSON	SR O	GRBG SA
Property Code	Prop	Well Number			
6497	BURCH I	932			
OGRID No.	Operator Name				Elevation
14049	MARBOB ENERG	Y CORPORATION			3633'

Surface Location

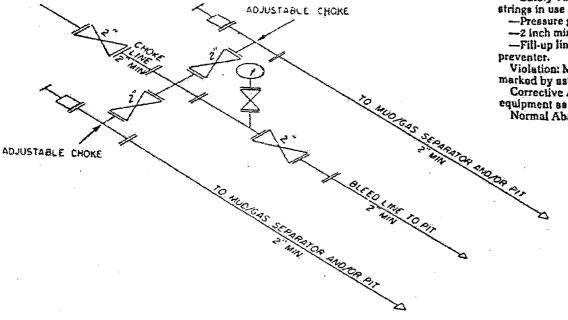
UL or lot No.	Section 18	Township 17-S	Range 30-E	Lot Idn	Feet from the 660	North/South line. SOUTH	Feet from the	East/West line WEST	County EDDY
Bottom Hole Location If Different From Surface Ular int No. Section Township Rapte Lot Idn Feet from the North/South line Feet from the Rast/West line County									
UL er lot No.	Section	Township	Range	Lot Idn	Feet from the	Northy South: Inde	reat man the	Edbey nest mile	Councy
Dedicated Acres Joint or Infill Consolidation Code Order No.									

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

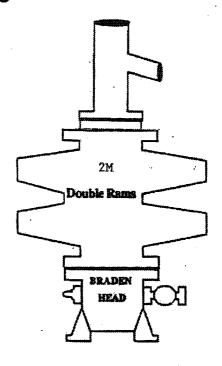
<u> </u>	R A NON-STANDARD UNIT	HAS BEEN APPROV	ED BI THE DIVISION
LOT, 1			OPERATOR CERTIFICATION I hereby certify the the information
1			contained herein is true and complete to the best of my knowledge and belief.
			Deara Flanson
37.37 AC; LOT 2			DIANA J. CANNON Printed Name
· ·	·	<u>,</u>	PRODUCTION ANALYST
-			MARCH 21, 2003
37.3 <u>9 AC.</u> LOT 3			SURVEYOR CERTIFICATION I hereby certify that the well location shows
		S constant	on this plat was platted from field notes of actual surveys mude by me or under my supervisor, and that the same is true and correct to the best of my belief.
	,	.	FEBRUARY 21, 2003 Date Surgered
37.41 AC LOT 2			Signature (Sear of Professional Surveyor
3633.4' 3634:2'			Bory Balm 2/28/03
3633.1 3533.1			Cartificate No. RONALD LEIDSON 3239 GARY EIDSON 12641



ONSHORE OIL AND GAS ORDER NO. 2



BOPE SCHEMATIC



2M system:

-Annular preventer, or. double ram, or two rems with one being blind and one being a pipe ram *

-Kill line (2 inch minimum)

-1 kill line valve (2 inch minimum)

-1 choke line valve

-2 chokes (refer to diagram in

Attachment 1)

-Upper kelly cock valve with handle evailable

-Salety valve and subs to fit all drill

-Pressure gauge on choke manifold

-2 inch minimum choke line

-Fill-up line above the uppermost preventer.

Violation: Minor (all items unless marked by asterisk).

Corrective Action: Install the

equipment as specified.

Normal Abatement Period: 24 hours.