

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 E. Greene St. Carlsbad, NM 88220-6292 Tel. (505) 234-5972 Fax (505) 885-9264

FEB 2 2 2008 OCD-ARTESIA

IN REPLY REFER TO: 1310 NMNM18613A February 21, 2008

CERTIFIED-RETURNED RECEIPT REQUESTED 7007 1490 0002 7973 6448

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

Dear Sir:

On February 20, 2008, we completed a follow up examination on the Woody Hope Fed #1 well located 660' FNL and 660' FEL, section 24, T24S, R27E in Eddy County, New Mexico:

During this follow up inspection I came across some issues that need to be addressed and corrected. On this location there needs to be a well sign put up with all the required information. Also on the east side of the location and down the access road trash needs to be cleaned up and removed. This location also looked like a candidate for interim reclamation. Please submit a plan on how you plan on downsizing this location to Bob Ballard 620 E Greene st Carlsbad, NM 88220. If you need all the space on this pad state the reason why in the plan. If all space is not needed for operation please downsize all areas that are not needed for operation and reseed with seed mixture #3. You can reuse the caliche removed for road repair, pad construction or for building firewalls. Submit plan on interim reclamation by March 20, 2008 and have trash cleaned up and well sign installed by this time. I will do another follow up by March 20, 2008 on these issues. If you have any questions or concerns you can call me at (575)234-2230.

Sincerely,

Bob Ballard

Environmental Protection Specialist

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