### N. M. Oil Cons. Division

811 S. 1ST ST. ARTESIA, NM 88210-2834

Form 3160-3 (July 1992)

#### **UNITED STATES** DEPARTMENT OF THE INTERIOR

**BUREAU OF LAND MANAGEMENT** 

SUBMIT IN TRIPLICATE\* (Other instructions on reverse side)

FORM APPROVED OMB NO. 1004-0136

Expires: February 28, 1995

5. LEASE DESIGNATION AND SERIAL NO.

LC-028775A

APPLI	6. IF INDIAN, ALLOTTEE OR TRIBE NAME			
1a. TYPE OF WORK	DRILLX	DEEPEN		7. UNIT AGREEMENT NAME
b. TYPE OF WELL OIL WELL	GAS WELL OTHER			AULTIPLE 23171 ONE 8. FARM OR LEASE NAME, WELL NO.
2. NAME OF OPERATOR MARBOB ENER	GY CORPORATION	14049	212223	B 440 FEDERAL #7
3. ADDRESS AND TELEPHO	ONE NO.	1-10-1	6206	30-015-3074
P.O. BOX 227, A	RTESIA, NM 88210 505-	748-3303	\&\\\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \	10. FIELD AND POOL, OR WILDCAT
<del></del>	port location clearly and in accordance		A REALIST	EAST EMPIRE YESO 766
At proposed prod. zone		•	ST OCD ECENT	I11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA
SAME	Unit	,	1 Aprico	SEC. 27-T17S-R29E
14. DISTANCE IN MILES AN	ID DIRECTION FROM NEAREST TOV	VN OR POST OFFICE*	<u> </u>	12. COUNTY OR PARISH 13. STATE
EAST OF ARTES	SIA ON US 82 APPROX 2	0.2 MILES	\E	EDDY NM
15. DISTANCE FROM PROP		16. N	IO. OF ACRES INGERSE Q G	7 17. NO. OF ACRES ASSIGNED
LOCATION TO NEAREST PROPERTY OR LEASE L (Also to nearest drig. unit li		30'	400	TO THIS WELL 40
<ol> <li>DISTANCE FROM PROP TO NEAREST WELL, DRI OR APPLIED FOR, ON TI</li> </ol>	ILLING, COMPLETED,	19. F	PROPOSED DEPTH 5000'	20 ROTARY OR CABLE TOOLS  ROTARY
21. ELEVATIONS (Show whe	ether DF, RT, GR, etc.)			22. APPROX. DATE WORK WILL START*
3563' GR				08/23/99
23.		PROPOSED CASING A	ND CEMENTING PROGR	AM
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
12 1/4"	J-55, 8 5/8"	24#	350'	300 SX, CIRC
7 7/8"	J-55, 5 1/2"	17#	5000'	SUFFICIENT TO COVER 200' ABOVE ALL KNOWN O&G HORIZONS

SUPPLEMENTAL DRILLING DATA
 SURFACE USE PLAN

Post ID-1 8-27-99 API + LOC

NABOVE SPACE DESCRIBE PROGRAM: If proposal is to deepen, eepen directionally, give pertinent data on subsurface locations and	give data on present productive zone and proposed ne measured and true vertical depths. Give blowout preven	ew productive zone. If proposal is to drill denter program, if any.
SIGNED RODIN COCKNUM	TITLE PRODUCTION ANALYST	DATE 07/23/99
(This space for Federal or State office use)		and a substitute of the substi
PERMIT NO.	APPROVAL DATE	***
Application approval does not warrant or certify that the applicant holds legal or CONDITIONS OF APPROVAL, IF ANY:	equitable title to those rights in the subject lease which would e	entitle the applicant to conduct operations thereo
	Acting Assistant Field Office Manage	ver

Lands and Minerals

(ORIG. SGD.) ARMANDO A. LOPEZ

TITLE

DISTRICT I P.O. Box 1980, Hobbs, NM 88341-1980

#### State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102
Revised February 10, 1994
Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT II P.O. Drawer DD, Artesia, NM 88211-0719

DISTRICT III 1000 Rio Brazos Rd., Astec, NM 87410

#### OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

DISTRICT IV P.O. Box 2068, Santa Fe, NM 87504-2068

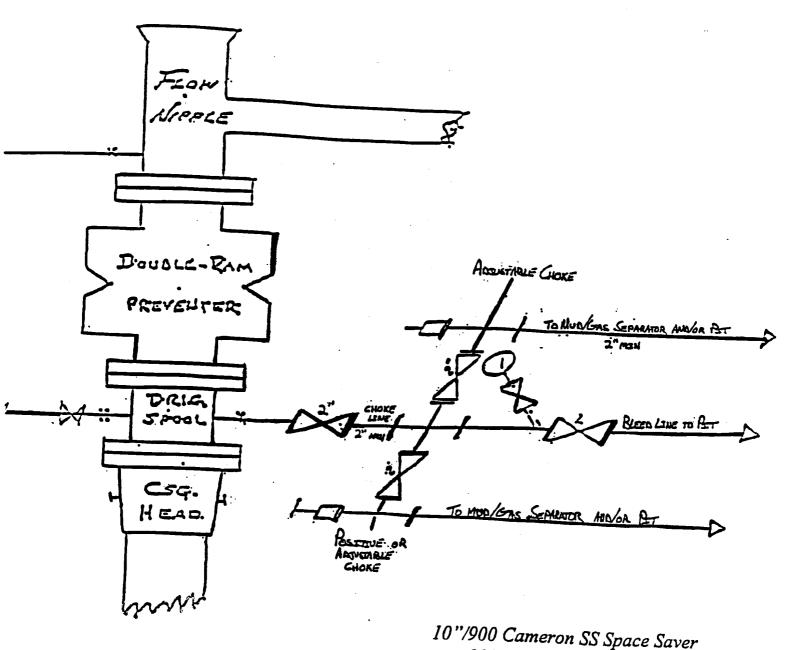
#### WELL LOCATION AND ACREAGE DEDICATION PLAT

API	Number			Pool Code		Pool Name			
			9	6610	1		EAST 1	EMPIRE YESO	
Property	Code	Property Name				Well Number			
23171		B-440 FEDERAL			7				
OGRID N	о.		Operator Name			Elevation			
14049		<u></u>	MARBOB ENERGY CORPORATION				3563	3563	
Surface Location									
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Р	27	17 S	29 E		330	SOUTH	990	EAST	EDDY
			Bottom	Hole Lo	cation If Diffe	rent From Sur	face	<del> </del>	
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres   Joint or Infill   Consolidation Code   Order No.									
40				or or	det 110.				

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

<del></del>	OR A NON-STANDARD UNIT HAS BEEN APPROVED BY TH	P DIAISION
		OPERATOR CERTIFICATION  I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.
		ROBIN COCKRUM
		Printed Name PRODUCTION ANALYST  Title 7/23/99  Date
		SURVEYOR CERTIFICATION  I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my
		JULY 14, 1999  Date Supervision. and that the same is true and correct to the best of my belief.
	3558.4' 3562.1'	Protesional Surveyor
	3558.4' 3562.1' 990' 3562.0' 5	Centre to No. Rouse St. FEIDSON. 3239  Min Marine M

# BLOW OUT PREVENTER AND CHOKE MANIFOLD



10"/900 Cameron SS Space Saver 3000# Working Pressure 3000# Working Pressure Choke Manifold

B 440 Federal No.~7 330' FSL & 990' FEL Section 27; TI75 - R29E Eddy County, New Mexico

## Attachment to Exhibit #1 NOTES REGARDING THE BLOWOUT PREVENTERS

- 1. Drilling nipple to be so constructed that it can be removed without use of a welder through rotary table opening, with minimum I.D. equal to preventer bore.
- 2. Wear ring to be properly installed in head.
- 3. Blow out preventer and all fittings must be in good condition, 3000 psi W.P. minimum.
- 4. All fittings to be flanged.
- 5. Safety valve must be available on rig floor at all times with proper connections, valve to be full bore 3000 psi W.P. minimum.
- 6. All choke and fill lines to be securely anchored, especially ends of choke lines.
- 7. Equipment through which bit must pass shall be at least as large as the diameter of the casing being drilled through.
- 8. Kelly cock on kelly.
- 9. Extension wrenches and hand wheels to be properly installed.
- 10. Blow out preventer control to be located as close to driller's position as feasible.
- 11. Blow out preventer closing equipment to include minimum 40 gallon accumulator, two independent sources of pump power on each closing unit installation, and meet all API specifications.