

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-101
Permit 1101

APPLICATION FOR PERMIT TO DRILL

Operator Name and Address MARBOB ENERGY CORP PO Box 227 Artesia, NM 88211-0227		OGRID Number 14049
		API Number 30-015-33476
Property Code 34070	Property Name ZONKED STATE	Well No. 001

Surface Location

UL or Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
N	2	21S	24E	N	660	S	1650	W	Eddy

Proposed Pools

CEMETERY; MORROW;SOUTHEAST (G) 97031

Work Type New Well	Well Type GAS	Cable/Rotary	Lease Type State	Ground Level Elevation 3863
Multiple N	Proposed Depth 10500	Formation Morrow	Contractor	Spud Date 07/01/2004

Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	9.625	36	1500	1000	0
Prod	8.75	5.5	17	10500	1750	0

Casing/Cement Program: Additional Comments

Propose to drill 12 1/4 inch hole with fresh water to 1500 ft, run 9 5/8 inch 36 lb J-55 csg & set with 1000 sx cmt, circulated to surface. Drill 7 7/8 inch hole with cut brine water to 10500 ft, run 5 1/2 inch 17 lb S95/P110 csg & set at 10500 ft with 1750 sx cmt. Will attempt to bring top of cement to cover 200 ft above all oil and gas horizons.

Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Double Ram	5000	5000	Cameron

I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Electronically Signed By: Diana Cannon

Title: Production Analyst

Date: 06/15/2004

Phone: 505-748-3303

OIL CONSERVATION DIVISION

Electronically Approved By: Bryan Arrant

Title: Geologist

Approval Date: 06/29/2004

Expiration Date: 06/29/2005

Conditions of Approval:

There are conditions. See Attached.