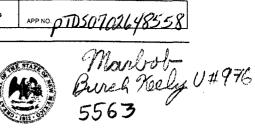
NSL

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



		ADMINISTRATIVE AP	PLICATION CHECKL	IST
	THIS CHECKLIST IS M	ANDATORY FOR ALL ADMINISTRATIVE APPL	LICATIONS FOR EXCEPTIONS TO DIVISION AT THE DIVISION LEVEL IN SANTA FE	RULES AND REGULATIONS
Appli	[DHC-Dow [PC-Pd	s: ndard Location] [NSP-Non-Standar nhole Commingling] [CTB-Lease ool Commingling] [OLS - Off-Leas [WFX-Waterflood Expansion] [Pi	rd Proration Unit] [SD-Simultane Commingling] [PLC-Pool/Leas e Storage] [OLM-Off-Lease Me MX-Pressure Maintenance Expan [IPI-Injection Pressure Increase]	e Commingling] easurement] sion]
[1]	TYPE OF AF	PLICATION - Check Those Which Location - Spacing Unit - Simultan NSP SD		
	Check [B]	One Only for [B] or [C] Commingling - Storage - Measure DHC CTB PLC		M
	[C]	Injection - Disposal - Pressure Inc WFX PMX SW		R
	[D]	Other: Specify		
[2]	NOTIFICAT [A]	ION REQUIRED TO: - Check The Working, Royalty or Override		Apply
	[B]	Offset Operators, Leaseholde	rs or Surface Owner	
	[C]	Application is One Which Re	quires Published Legal Notice	
	[D]	Notification and/or Concurred U.S. Bureau of Land Management - Commiss	nt Approval by BLM or SLO sioner of Public Lands, State Land Office	
	[E]	For all of the above, Proof of	Notification or Publication is Atta	ched, and/or,
	[F]	Waivers are Attached		
[3]		CURATE AND COMPLETE INF ATION INDICATED ABOVE.	ORMATION REQUIRED TO	PROCESS THE TYPE
	val is accurate a	FION: I hereby certify that the information of my knowledge information and notifications	ledge. I also understand that no ac	
	Note:	Statement must be completed by an indiv	vidual with managerial and/or supervisor	ry capacity.
Print o	or Type Name	Signature	Title	Date
			e-mail Address	





January 9, 2007

New Mexico Oil Conservation Division 1301 W. Grand Ave. Artesia, New Mexico 87504

Attention: Mr. Tim Gumm

Re: Unorthodox Location

Administrative Approval Reques

Burch Keely Unit #976 2595' FSL & 330' FWL Section 13 T-17S R-29E

Eddy County, New Mexico

Dear Mr. Gumm:

Marbob Energy Corporation respectfully requests administrative approval for an unorthodox location of the Burch Keely Unit #976 well as referenced above. Attached is an OCD Form C-102 showing the proposed oil well spacing unit along with a map showing the adjoining spacing units. The well is unorthodox to the north boundary of the NW/4SW/4. The affected spacing unit is included in the Burch Keely Federal Unit which covers all of Section 13. Notice has been provided to the operator and working interest owners of that unit and notice has been provided to operator of spacing units in Section 14 (Marbob Energy Corportation).

This location will also increase our secondary/tertiary flood pattern options and give us more flexibility to modify or change flood patterns in the future to maximize oil recovery from this unit.

Thank you for your consideration of this. If you need to talk with me further please call me at 800-748-1550.

Sincerely,

Raye Miller Land Department

Raya Miller

RM/nb Attachments

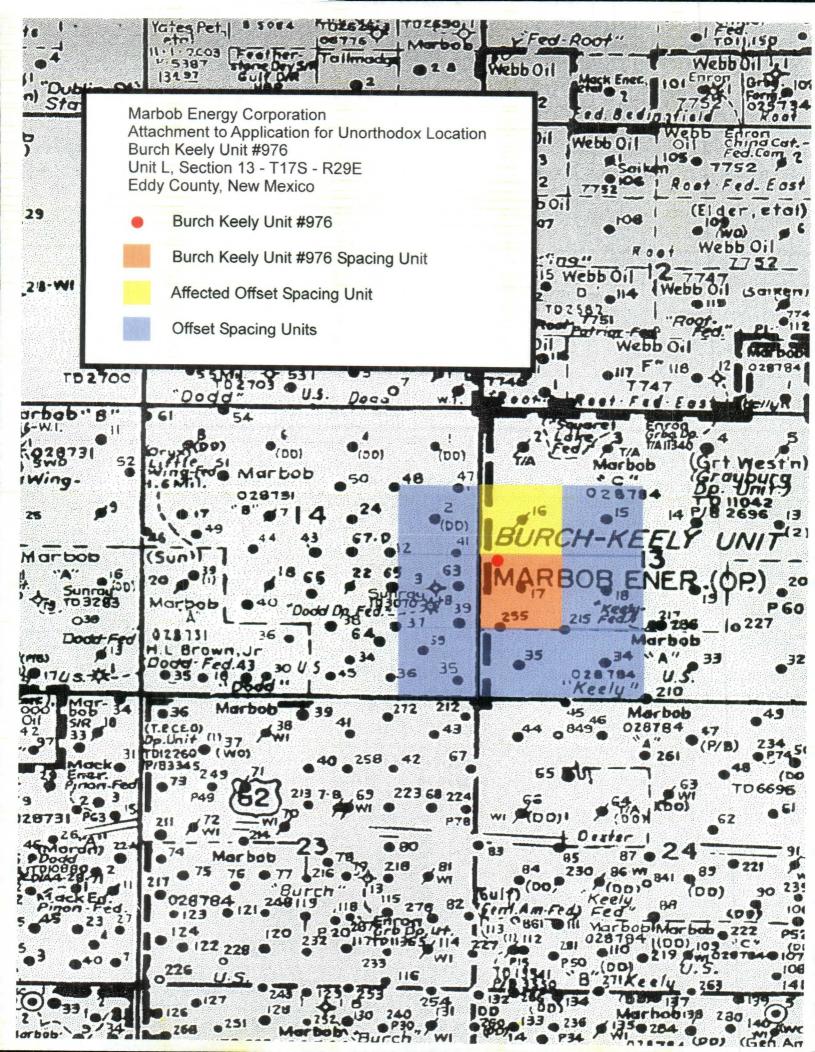
Porm C-102

Revised October 12, 2005

DISTRICT I 1626 N. FRENCE DR., HOBBS, NM, 86246, 22 23 24 25

DISTRICT I

CONSERVATION DIVISION Submit to Appropriate District Office DISTRICT II JAN L 20% 1301 W. GRAND AVENUE, ARTESIA, NE State Lease - 4 Copies 61220 SOUTH ST. FRANCIS DR. Fee Lease - 3 Copies DISTRICT III ිSanta Fe, New Mexico 87505 HEC. NH BRECEIVED 1000 Rio Brazos Rd., OCD - ARTESIA DISTRICT IV WELL LOCATION AND ACREAGE DEDICATION PLAT ☐ AMENDED REPORT 1280 S. ST. FRANCIS DR., SANTA FR. NM 87505 E110188 Pool Code API Number Pool Name 28509 28509 GRBG JACKSON SR Q GRBG SA Property Name Well Number Property Code BURCH KEELY UNIT 976 OGRID No. Operator Name Elevation MARBOB ENERGY CORPORATION 3622 14049 Surface Location UL or lot No. Section Township Range Lot Ide Feet from the North/South line Feet from the East/West line County SOUTH 13 17-S 29-E 2595 330 WEST **EDDY** Bottom Hole Location If Different From Surface Lot Idn Feet from the North/South line UL or lot No. Section Township Rest/West line Range Feet from the County Dedicated Acres Joint or Infill Consolidation Code Order No. ሬበ 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 **OPERATOR CERTIFICATION** hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unlessed mineral interest in the land or unlesses mineral interest in the half including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, location or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. 7.(Jumble)12/11/06 Nancy T. Agnew Printed Name SURVEYOR CERTIFICATION DETAIL 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 supervision, and that the same is true and correct to the best of my belief. GEODETIC COORDINATES 3623.1 3625.2' NAD 27 NME Y=667360.1 N X=591552.3 E 600 LAT.=32.834304° N Date Surveyed NOVEMBER 8, 2006 3622.2 3627.1 LONG. = 104.035269° W Signature & Seal of Professional Surveyor NMEN EOm 11/22/06 06.11.1762 Certificate No. GARY EIDSON 12641 Manual OFESSIONE





Marbob Energy Corp.. P.O. Box 227 Artesia, NM 88221-0227

> RE: Unorthodox Surface Location Administrative Approval Request Burch Keely #976 2595' FSL & 330' FWL Section 13, T-17S R-29E Eddy County, New Mexico

Gentlemen:

This letter will serve as notice of our application for the above described unorthodox location. A copy of the complete application is enclosed for your review. If you object to this application please advise OCD Santa Fe in a timely manner. If you do not object no action is required on your part. If you have any questions regarding this please contact me.

Sincerely,

Raye Miller Land Department

Rayo Miller





January 9, 2007

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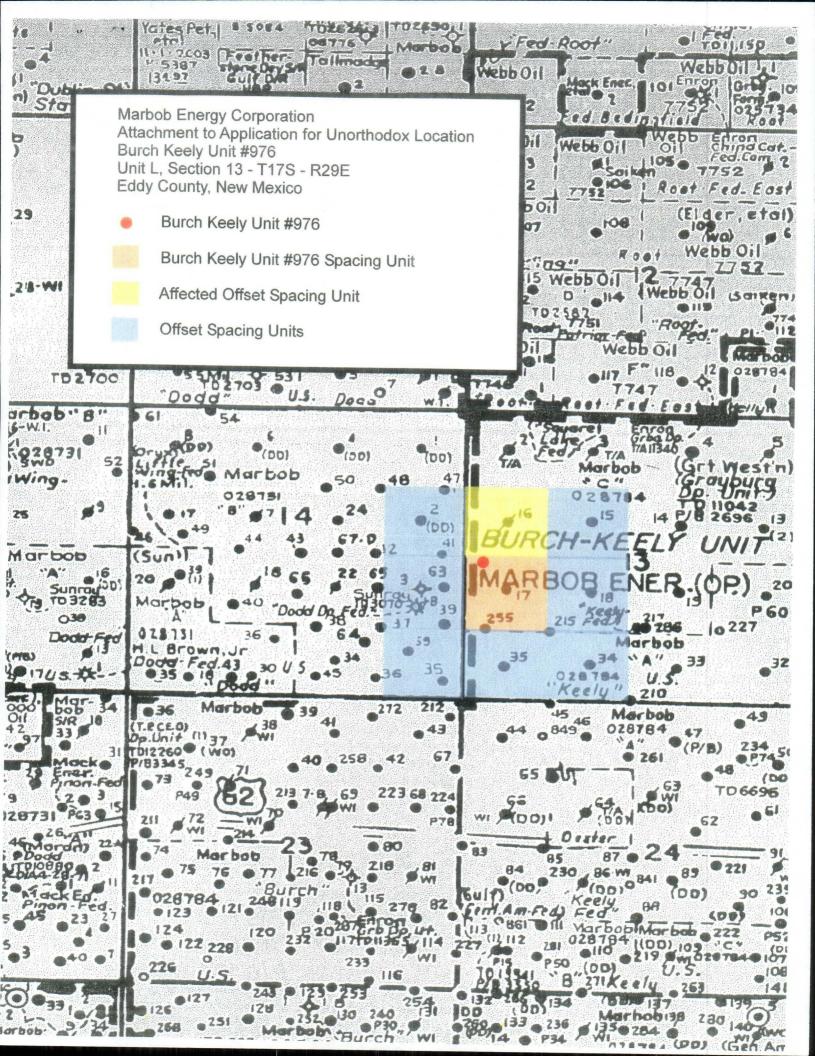
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Raye Miller

Land Department

Rayo Miller

RM/nb **Attachments**





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Land Department

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RM/nb Attachments

State of New Mexico

DISTRICT I 1625 N. FRENCA DR., HOBBS, Nº 88246

1301 W. GRAND AVENUE, ARTESIA, NEI BR210

1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT II

DISTRICT III

14049

Energy, Minerals and Natural Resources Department

Form C-102

Revised October 12, 2005

Submit to Appropriate District Office

OIL CONSERVATION DIVISION

1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

State Lease - 4 Copies Fee Lease - 3 Copies

3622'

DISTRICT IV 1220 S. ST. FRANCIS DR., SANTA FE, NM 67605	WELL LOCATION AND	ACREAGE DEDICATION PLAT	☐ AMENDED REPORT			
API Number	Pool Code	Pool Name				
	28509	GRBG JACKSON SR Q GRI	BG SA			
Property Code	Prop	erty Name	Well Number			
	BURCH KEELY UNIT					
OGRID No.	ator Name	Elevation				

Surface Location

MARBOB ENERGY CORPORATION

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	13	17-S	29-E		2595	SOUTH	330	WEST	EDDY

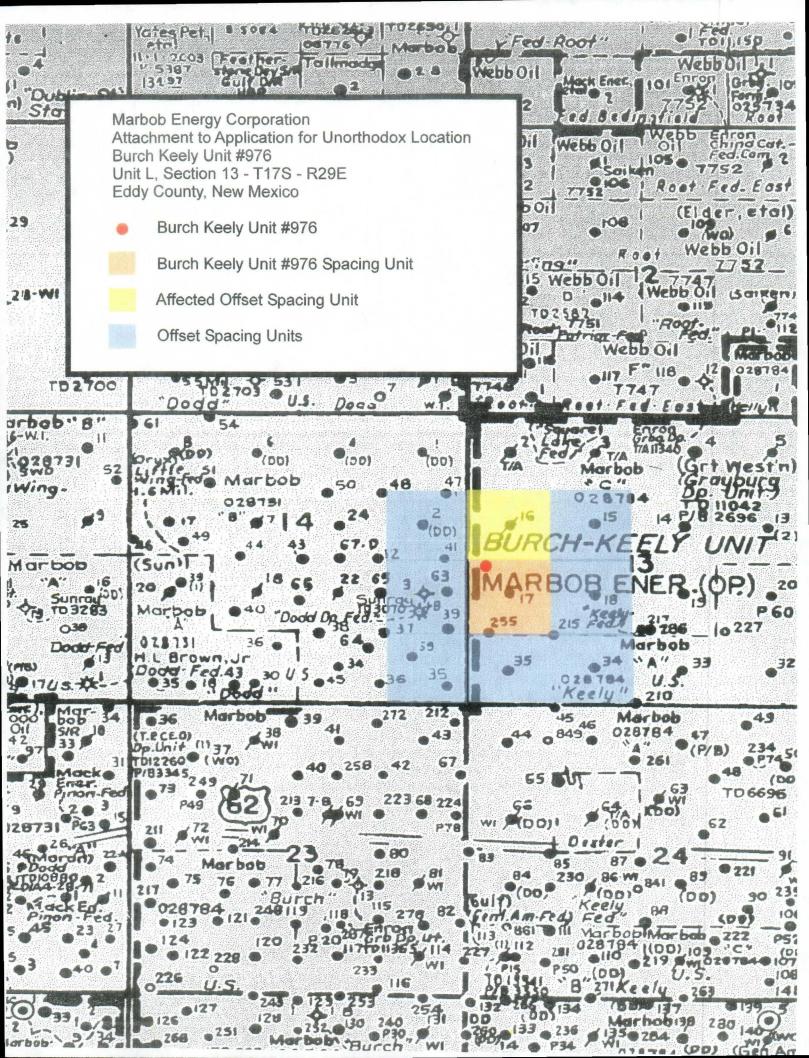
Bottom Hole Location If Different From Surface

UL or lot No.	Section	Townshi	ip Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint o	r Infill	Consolidation	Code Or	der No.		·	<u> </u>	······
40								• .	

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

OR A NON-STAND	ARD UNIT HAS BEEN APPROVED BY TH	IE DIVISION
SEE DETAIL 330 DETAIL 3623.1' 3625.2'	GEODETIC COORDINATES NAD 27 NME Y=667360.1 N X=591552.3 E	OPERATOR CERTIFICATION I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. Description Date Nancy T. Agnew Printed Name 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 supervision, and that the same is true and correct to the best of my belief.
5622.2' 3627.1'	LAT.=32.834304* N LONG.=104.035269* W	NOVEMBER 8, 2006 Date Surveyed LA Signature & Saal of Professional Surveyor Bay 12 22/06 06.11.1762 Certificate No. GARY EIDSON 12641





Marbob Energy Corp.. P.O. Box 227 Artesia, NM 88221-0227

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Raye Miller

Land Department

Rayo Miller



RECENTESIA TO OCO ARTESIA TO OCO ARTESIA

January 9, 2007

New Mexico Oil Conservation Division 1301 W. Grand Ave. Artesia. New Mexico 87504

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Land Department

Raya Miller

RM/nb Attachments

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102

Revised October 12, 2005

Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

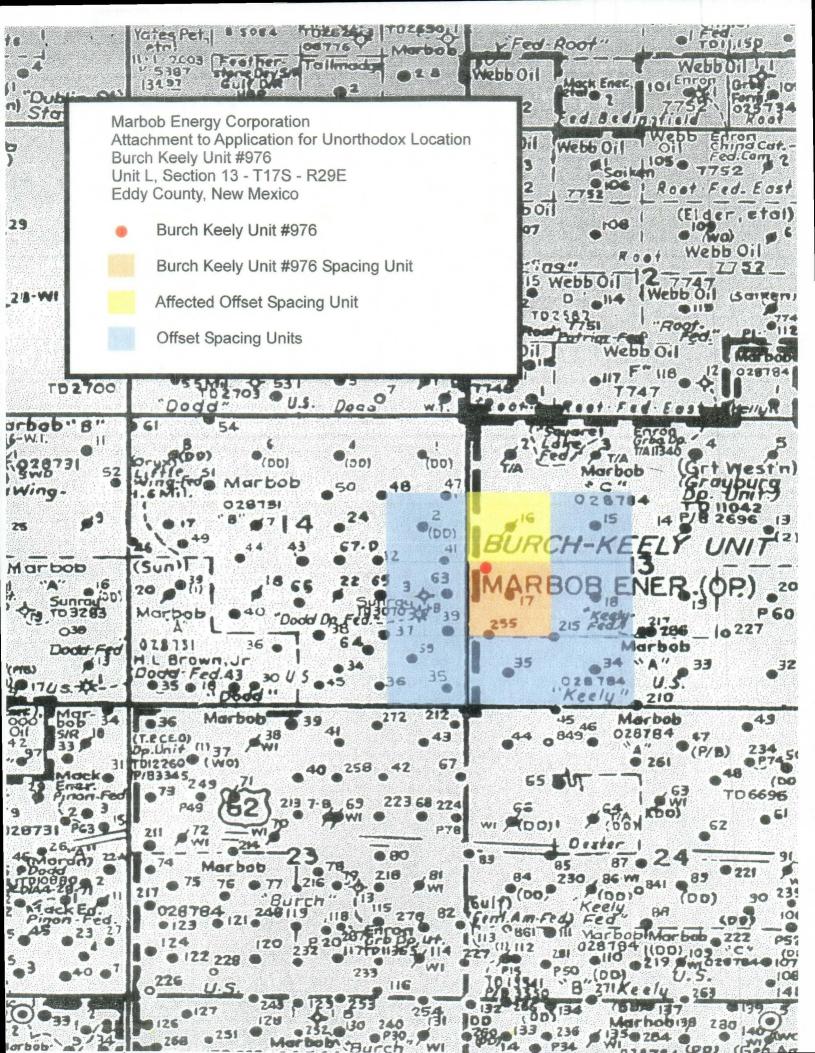
DISTRICT II 1301 W. GRAND AVENUE, ARTESIA, NM 68210

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

OIL CONSERVATION DIVISION 1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

WAR PESSON S

DISTRICT IV 1220 S. ST. FRANCIS DR.,	RANTA FR. 1	NM 87505	WELL LO	CATI	ON AND	ACREA	GE DEDICATION	ON PLAT	□ AMENDI	ED REPORT
API Number				Pool Co	de	T		Pool Name		
	2	8509		<u> </u>		CKSON SR Q G				
Property Cod	de		Property Name BURCH KEELY UNIT				4	Well Number		
0.0000 11									976	
ogred no. 14049			N	IARB		rator Nam RGY C	RPORATION		3622	
14047		<u> </u>	· · · · · · · · · · · · · · · · · · ·		Surfa	ce Loca	tion			
UL or lot No.	Section	Township	Range	Lot Id		om the	North/South line	Feet from the	East/West line	County
L	13	17-S	29-E	l	25	95	SOUTH	330	WEST	EDDY
·			Bottom	Hole	Location	If Diffe	rent From Sur	face		L
UL or lot No.	Section	Township	Range	Lot Id		rom the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint o	r Infill C	consolidation	Code	Order No.					
40									• ,	
NO ALLOW	ABLE W						NTIL ALL INTER APPROVED BY		EEN CONSOLIDA	ATED
SEE DETAIL 3300 900 700 700 700 700 700 70		3623.1'	JAIL 3625.2' 0 001 001 3627.1'		DDETIC COO NAD 27 Y=667360 X=59155. AT.=32.834 NG.=104.0.	NME 0.1 N 2.3 E 4304° N		I hereby herein is true my knowledge organisation ellow the including the por has a right location pursue owner of such or to a volunte compulsory pool by the division. Nancy T. Printed Name SURVEYO I hereby shown on this notes of actual under my super true and correct true	Agnew Agnew CERTIFICAT Certify that the weight was plotted from the plant was provided from the plant was provided from the plant was plotted from the plant was plant with the plant was plant was plant with the plant was	ormation o best of this this r interest e land te location this this interest, of or a re entered 11/06 te FION Il location om field me or the same is y belief.





Marbob Energy Corp.. P.O. Box 227 Artesia, NM 88221-0227

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Raye Miller

Land Department

Rayo Miller



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

January 29, 2007

Mr. Ray Miller Marbob Energy Corporation FAX No. 505-746-2523

Re:

Burch Keely Unit #976

L-13-17S-29E

Eddy County, New Mexico

Dear Mr. Miller:

I have before me your request for approval for a non-standard location for this well.

Your application states that "the affected spacing unit is included in the Burch Keely Federal Unit which covers all of Section 13." To document compliance with applicable notice requirements for this application, please specifically confirm that Marbob is the operator of the Burch Keely Unit, and that under the applicable terms of the Unit Agreement and Unit Operating Agreement, production is shared in the same proportions in the SW/4 NW/4 as in the NW/4 SW/4 of Section 13.

Should you have questions, please feel free to call the undersigned at (505)-476-3450.

Very truly yours,

David K. Brooks,

Assistant General Counsel

David K. Brooks



January 29, 2007

Faxed and Mailed

Bureau of Land Management 1220 South St. Francis Drive Santa Fe, NM 87505

Attention: David K. Brooks

Re: Burch Keely Unit #976 L-13-17S-29E Eddy County, New Mexico

Dear Mr. Brooks:

Marbob Energy Corp. is the operator of the Burch Keely Unit in section 13 and is also the operator of the Dodd Federal Unit in Section 14. The production in the SW/4NW/4 and the NW/4SW/4 is allocated under Burch Keely Unit agreement whereby either proration unit is neither increased or decreased by this unorthodox location since all of the production is allocated under the approved formula.

Please do not hesitate to contact us should you have any questions or need further information. Thank you for your consideration.

Sincerely,

William Miller Landman

Masmis

/wm



TRANSMITTAL COVER SHEET

OIL CONSERVATION DIVISION 1220 S. ST. FRANCIS DRIVE SANTA FE, NM 87505 (505) 476-3440 (505)476-3462 (Fax)

PLEASE DE	LIVER THIS FAX:		
TO:	Ray Mill	er 505-746-2523	<u>}</u>
FROM:	David 1		
DATE:	1/28/0	D7	
PAGES:	3		
SUBJECT:	Buch ?	Keely Unit ## 976, 9.	77

IF YOU HAVE TROUBLE RECEIVING THIS FAX, PLEASE CALL THE OFFICE NUMBER ABOVE.