

May 12, 2009

**HAND-DELIVERED**

Mr. Mark Fesmire, P.E.  
Director  
Oil Conservation Division  
New Mexico Energy, Minerals &  
Natural Resources Department  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87505

*Case 14328*

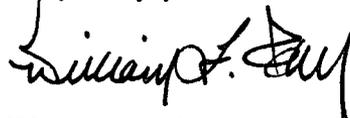
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2009 MAY 12 PM 3 54

Re: Application of Marbob Energy Corporation for approval of a Unit Agreement, Eddy County, New Mexico.

Dear Mr. Fesmire:

Enclosed is the Application of Marbob Energy Corporation in the above-referenced case as well as a copy of a legal advertisement. Marbob Energy Corporation requests that this matter be placed on the docket for the June 11, 2009 Examiner hearings.

Very truly yours,



William F. Carr  
Attorney for Marbob Energy Corporation

Enclosures

cc: Mr. Dean Chumbley  
Marbob Energy Corporation  
Post Office Box 227  
Artesia, New Mexico 88211-0227

**STATE OF NEW MEXICO  
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES  
OIL CONSERVATION DIVISION**

**APPLICATION OF MARBOB ENERGY CORPORATION FOR APPROVAL OF  
A UNIT AGREEMENT, EDDY COUNTY, NEW MEXICO.**

CASE NO. 14328

**APPLICATION**

MARBOB ENERGY CORPORATION (Marbob), through its undersigned attorneys, hereby makes application for an order approving its SRO State Exploratory Unit and in support of this application states:

1. The proposed Unit Area consists of 8320 acres, more or less, of State of New Mexico lands, situated in Eddy County, New Mexico. The horizontal limits of said unit are described as follows:

**Township 25 South, Range 28 East, N.M.P.M.**

Section 32:	E/2 E/2
Section 33:	All
Section 34:	S/2

**Township 26 South, Range 28 East, N.M.P.M.**

Section 2:	W/2
Sections 3 through 5:	All
Section 6:	E/2
Section 7:	E/2
Sections 8 through 10:	All
Section 15:	All
Section 16:	E/2 E/2
Section 18:	E/2
Section 20:	All

2. The Unit Agreement has been approved by a sufficient percentage of the interest owners within the proposed Unit Area to provide effective control of unit operations.

3. The Applicant, Marbob Energy Corporation, is designated as Unit Operator in said Unit Agreement and all oil and gas in the all formations are unitized.

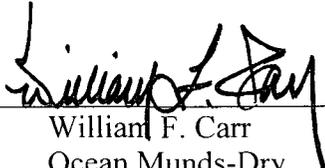
4. The proposed Unit Area covers all, or substantially all, of the geological structures or anomaly involved.

5. Said Unit Agreement and the unitized operation and management of the Unit Area will be in the interest of conservation and the prevention of waste, and that it will protect the correlative rights of all parties concerned.

WHEREFORE, Marbob Energy Corporation requests that this application be set for hearing before an Examiner of the Oil Conservation Division on June 11, 2009, that notice be given as required by law and the rules of the Division, and that the SRO State Exploratory Unit be approved.

Respectfully submitted,

HOLLAND & HART, LLP

By: 

William F. Carr  
Ocean Munds-Dry  
Post Office Box 2208  
Santa Fe, New Mexico 87504  
Telephone: (505) 988-4421

ATTORNEYS FOR MARBOB ENERGY  
CORPORATION

CASE NO. 14328:

**Application of Marbob Energy Corporation for approval of a Unit Agreement, Eddy County, New Mexico.** Applicant seeks approval of the SRO State Exploratory Unit for an area comprising 8320 acres of State of New Mexico lands located in portions of 32 through 34 of Township 25 South, Range 28 East and Sections 2 through 6, 7 through 10, 15 through 18 and 20, Township 26 South, Range 28 East, N.M.P.M. which is located approximately 10 miles South of Malaga, New Mexico.