

LARGE FORMAT
EXHIBIT HAS
BEEN REMOVED
AND IS LOCATED
IN THE NEXT FILE

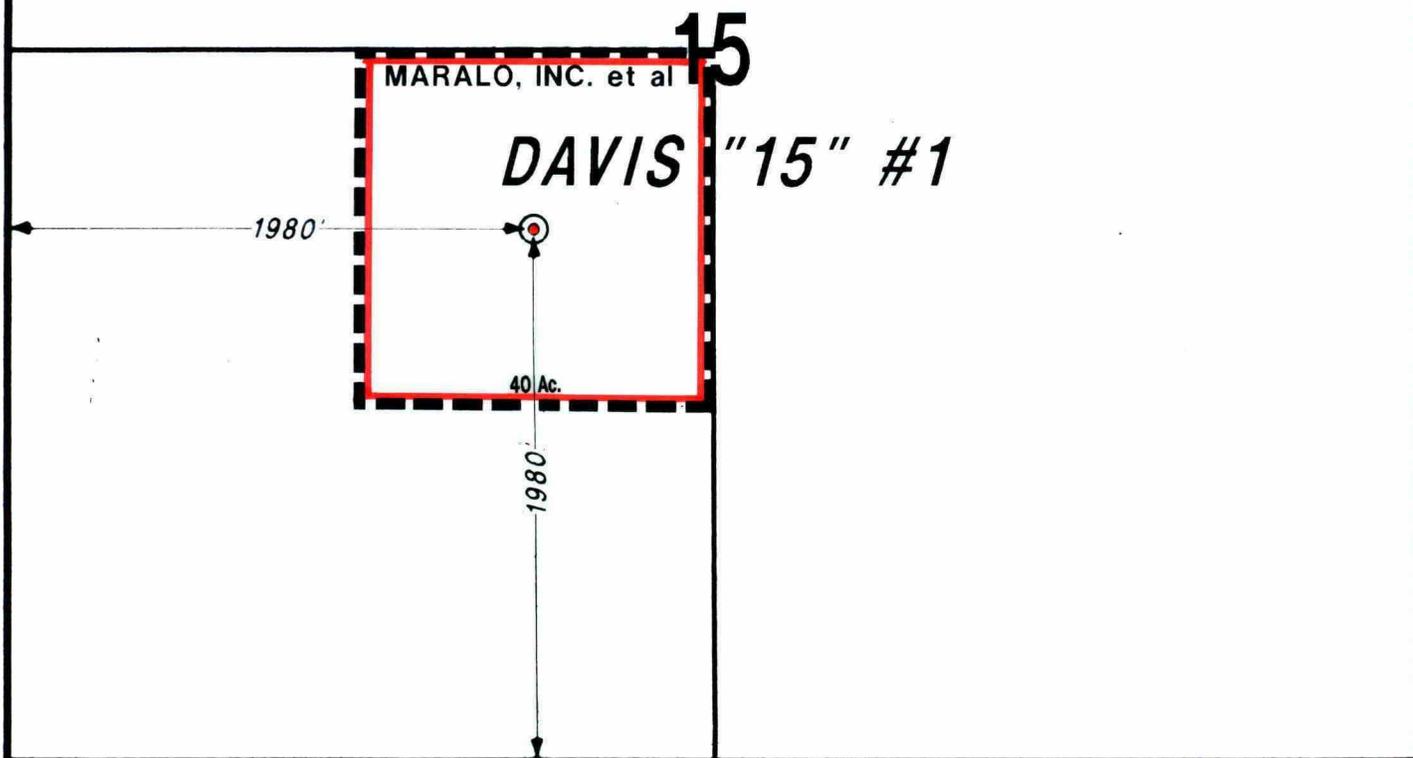
SECTION 15, T - 13 - S - R - 38 - E

BEFORE THE
OIL CONSERVATION DIVISION
Santa Fe, New Mexico

Case No. 11643 Exhibit No. 2

Submitted by: Maralo, Inc.

Hearing Date: November 7, 1996

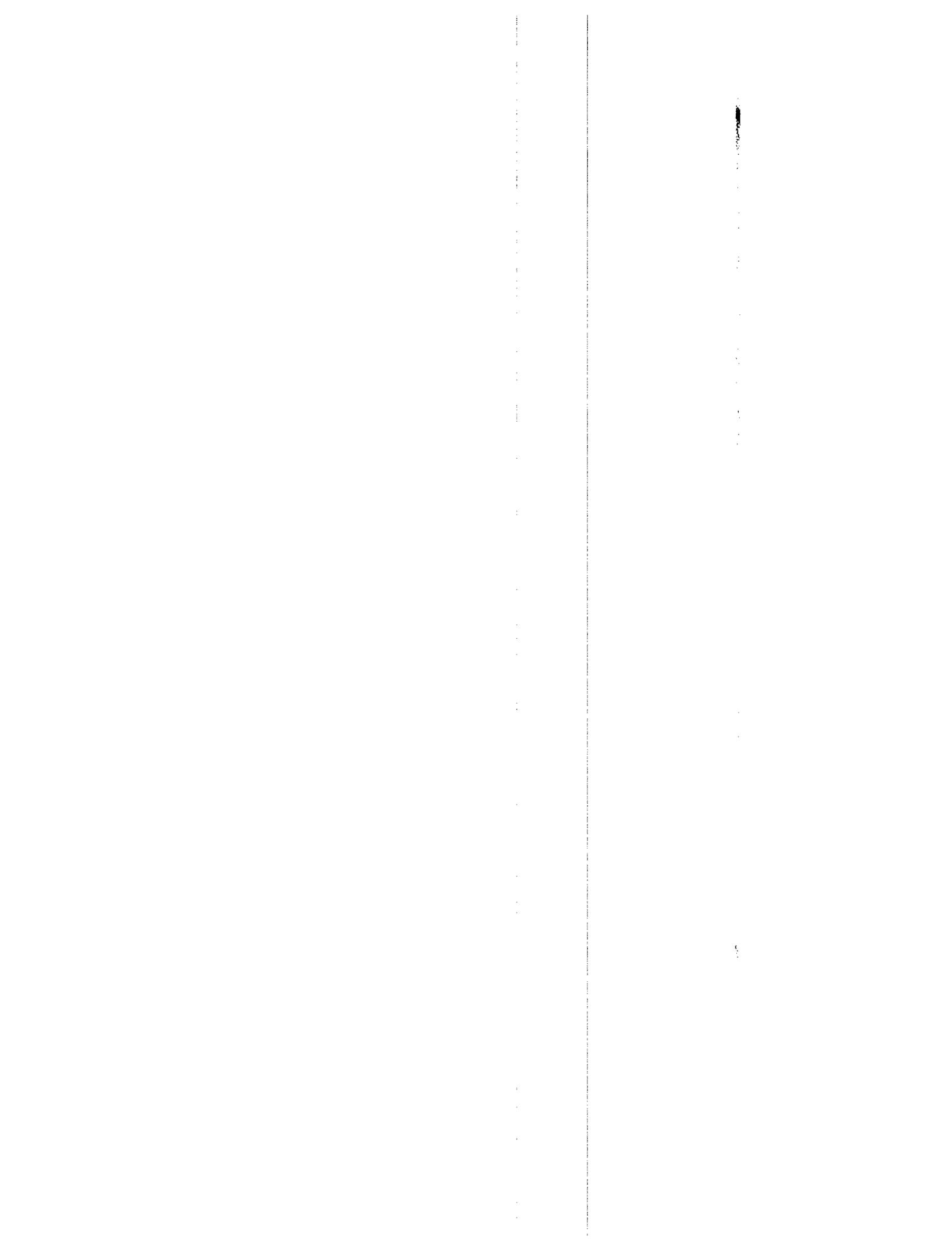


maralo^{inc.}

S W BRONCO PROSPECT

LEA COUNTY, NEW MEXICO

SCALE : 1" = 700'



SW BRONCO PROSPECT (NM-178)
DAVIS "15" #1 WELL

<u>WORKING INTEREST OWNERS</u>	<u>PERCENTAGE</u>
Maralo Inc.	38.33333%
Box Energy Corporation	33.54167%
EP Operating Limited Partnership	9.58333%
Mizel Resources, a Trust	4.79167%
Larry A. Mizel	4.79167%
O'Neill Properties, Ltd.	4.79167%
Uncommitted interests	<u>4.16666%</u>
	100.00000%

TRUST (see Ex. 5)

BEFORE THE
OIL CONSERVATION DIVISION
Santa Fe, New Mexico

Case No. 11643 Exhibit No. 3

Submitted by: Maralo, Inc.

Hearing Date: November 7, 1996

MARALO INC. AFE

WELL Davis "15" #1 PRO.DEPTH 10,500' PROSPECT Broncho SW DATE July 15, 1996
 CO Lea STATE NM LOCATION 1980FSL & 1980 FWL, Sec. 15, T-13-S, R-38-E
 FM _____ FIELD Wildcat AFE # _____

WELL COST INTANGIBLES	240-XXX CODE	COMPLETED	DRY HOLE
LOCATION, ROADWAY, DAMAGES	001	15,000	15,000
RIG MOBLIZATION	002	0	0
DRILLING: FTG 10,500' @\$ 13.50 /FT	003	141,750	141,750
DAYWORK 4 @\$ 4,500 /DAY	004	18,000	18,000
TURNKEY	018	0	0
FUEL & WATER	005	10,000	10,000
MUD & CHEMICALS	006	40,000	40,000
CEMENT & CEMENTING SERVICES	007	50,000	50,000
CORING, DST, TEMPERATURE SURVEY	008	10,000	10,000
ELECTRICAL LOGGING + MUD LOGGING	009	45,000	45,000
PERFORATING-ACIDIZING-FRACTURING	010	15,000	0
SPECIAL SERVICES, (INSPECTION, RENTAL)	011	8,000	6,000
SERVICE UNIT	012	10,000	0
SUPPLIES (BIT, REAMERS, ETC)	013	7,000	5,000
SUPERVISION	014	9,000	5,000
TRUCKING & IDC LABOR	015	10,000	7,000
LOCATION CLEANUP	016	5,000	5,000
LEGAL	019	5,000	5,000
ABANDONMENT COSTS	025	0	7,000
ADMINISTRATIVE OVERHEAD	040	9,700	7,500
MISC AND 10% CONTINGENCY	017	40,845	37,725
TOTAL WELL INTANGIBLE		449,295	414,975
TANGIBLES - WELL EQUIPMENT	230-XXX CODE		
WELLHEAD ASSEMBLY	001	15,000	5,000
CASING:	002	127,300	58,600
CONDUCTOR 20 "OD 40' \$ 3,000.00			
SURFACE 13 3/4 "OD 400+ \$ 7,300.00			
1ST INTERMEDIATE 8 5/8 "OD 4,300' \$ 48,300.00			
2ND INTERMEDIATE "OD			
PRODUCTION 5 1/2 "OD 10,500' \$ 68,700.00			
TUBING 2 7/8 "OD 10,500' \$ 31,300.00	003	31,300	0
PACKERS, DOWNHOLE PUMPS, ETC	004	4,000	0
SURFACE PUMP EQ & POWER SUPPLY	005	45,000	0
SUCKER RODS	006	20,000	0
TOTAL WELL TANGIBLES		242,600	63,600
TANGIBLES-PRODUCTION & LEASE FACILITIES	230-XXX CODE		
STORAGE TANKS	010	12,000	0
FLUID - GAS SEPARATION EQUIPMENT	011	8,000	0
LACT UNITS & GAS FLOW METERS	012	3,000	0
MISCELLANEOUS CONTROLLABLE EQUIPMENT	013	4,000	0
FLOW LINE & LINE PIPE	014	3,000	0
MISC SMALL VALVES & FITTINGS	015	6,000	0
LABOR TO INSTALL FACILITIES	016	5,000	0
MISCELLANEOUS NON-CONTROLLABLE EQUIPMENT	017	2,000	0
TOTAL FACILITY TANGIBLES		43,000	0
TOTAL TANGIBLES		285,600	63,600
TOTAL EXPENDITURE		734,895	478,575

COMPANY _____
 BY: _____ DATE: _____
 APPROVED: _____ DISAPPROVED: _____ W.I. _____

MARALO INC
 BY: *Myra Rose* DATE: 7/29/96
 APPROVED: _____ DISAPPROVED: _____ W.I. _____

**BEFORE THE
OIL CONSERVATION DIVISION**
Santa Fe, New Mexico

Case No. 11643 Exhibit No. 4

Submitted by: Maralo, Inc.

Hearing Date: November 7, 1996

BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION
OF MARALO, INC. FOR
COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.

CASE NO. 11643

AFFIDAVIT

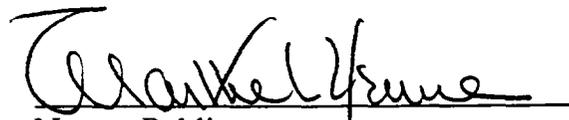
STATE OF NEW MEXICO)
) ss.
COUNTY OF SANTA FE)

William F. Carr, authorized representative of Maralo, Inc., the Applicant herein, being first duly sworn, upon oath, states that in accordance with the notice provisions of Rule 1207 of the New Mexico Oil Conservation Division the Applicant has attempted to find the correct addresses of all interested persons entitled to receive notice of this application and that notice has been given at the addresses shown on Exhibit "A" attached hereto as provided in Rule 1207.



William F. Carr

SUBSCRIBED AND SWORN to before me this 5th day of November, 1996.



Notary Public

My Commission Expires:
August 19, 1999

EXHIBIT A

Williams, Johnson, Houston & Reagan,
Trustees for the Life of Pearl F. Williams
Dawson & Virgil Dawson
c/o Glenn Houston
304 W. Broadway Place
Hobbs, New Mexico 88240

Willie A. Kock Dye
812 N. 18th St.
Lamesa, Texas 79331

Frieda B. Williams
P.O. Box 733
Tatum, New Mexico 88267

Sisters

Odessa TX

Thought Pearl dead

Plains Denver City TX

**BEFORE THE
OIL CONSERVATION DIVISION**
Santa Fe, New Mexico

CAMPBELL, CARR, BERGE
& SHERIDAN, P.A.
LAWYERS

MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN

MICHAEL H. FELDEWERT
TANYA M. TRUJILLO
PAUL R. OWEN

JACK M. CAMPBELL
OF COUNSEL

JEFFERSON PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

October 17, 1996

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Williams, Johnson, Houston & Reagan,
Trustees for the Life of Pearl F. Williams
Dawson & Virgil Dawson
c/o Glenn Houston
304 W. Broadway Place
Hobbs, New Mexico 88240

Re: Application of Maralo, Inc. for Compulsory Pooling, Lea County, New Mexico

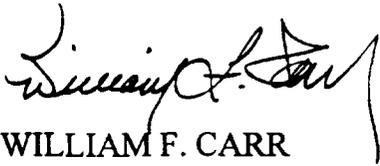
Gentlemen:

This letter is to advise you that Maralo, Inc. has filed the enclosed application with the New Mexico Oil Conservation Division seeking the force pooling of certain mineral interests in and under the NE/4 SW/4 of Section 15, Township 13 South, Range 38 East, N.M.P.M., Lea County, New Mexico. Maralo, Inc. proposes to drill its Davis "15" No. 1 Well at an unorthodox location 1980 feet from the South line and West lines of said Section 15.

This application has been set for hearing before a Division Examiner on November 7, 1996. You are not required to attend this hearing but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases have been requested by the Division (Memorandum 2-90) to file a Prehearing Statement substantially in the form prescribed in the Division. Prehearing statements should be filed by 4:00 p.m. on the Friday before a scheduled hearing.

Very truly yours,



WILLIAM F. CARR
ATTORNEY FOR MARALO, INC.

WFC:yms

Enc.

Is your **RETURN ADDRESS** completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return the card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1. Addressee's Address
- 2. Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Williams, Johnson, Houston & Reagan,
Trustees for the Life of Pearl F. Williams
Dawson & Virgil Dawson
c/o Glenn Houston
304 W. Broadway Place
Hobbs, New Mexico 88240

4a. Article Number

P 502 240 384

4b. Service Type

- Registered
- Express Mail
- Return Receipt for Merchandise
- COD
- Certified
- Insured

7. Date of Delivery

10-17-96

8. Addressee's Address (Only if requested and fee is paid)

6. Signature (Addressee or Agent)

[Handwritten Signature]

Domestic Return Receipt

PS Form 3811, December 1994

P 502 240 384

US Postal Service

Receipt for Certified Mail

Williams, Johnson, Houston & Reagan,
Trustees for the Life of Pearl F. Williams
Dawson & Virgil Dawson
c/o Glenn Houston
304 W. Broadway Place
Hobbs, New Mexico 88240

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	10-17-96

PS Form 3800, April 1995

Thank you for using Return Receipt Service.

CAMPBELL, CARR, BERGE
& SHERIDAN, P.A.
LAWYERS

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October 17, 1996

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RETURN RECEIPT REQUESTED

Willie A. Kock Dye
812 N. 18th St.
Lamesa, Texas 79331

Re: Application of Maralo, Inc. for Compulsory Pooling, Lea County, New Mexico

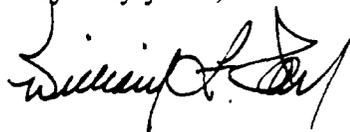
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ATTORNEY FOR MARALO, INC.

WFC:yms

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Lamesa, Texas 79331

4a. Article Number

P 502 240 385

4b. Service Type

- Registered
- Express Mail
- Return Receipt for Merchandise
- COD
- Certified
- Insured

7. Date of Delivery

APR 2 1996

8. Addressee's Address (Only if requested and fee is paid)

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

Willie A. Kock Dye
X Willie A. Kock Dye

PS Form 3811, December 1994

Domestic Return Receipt

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P 502 240 385

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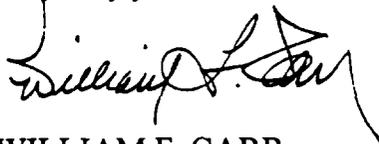
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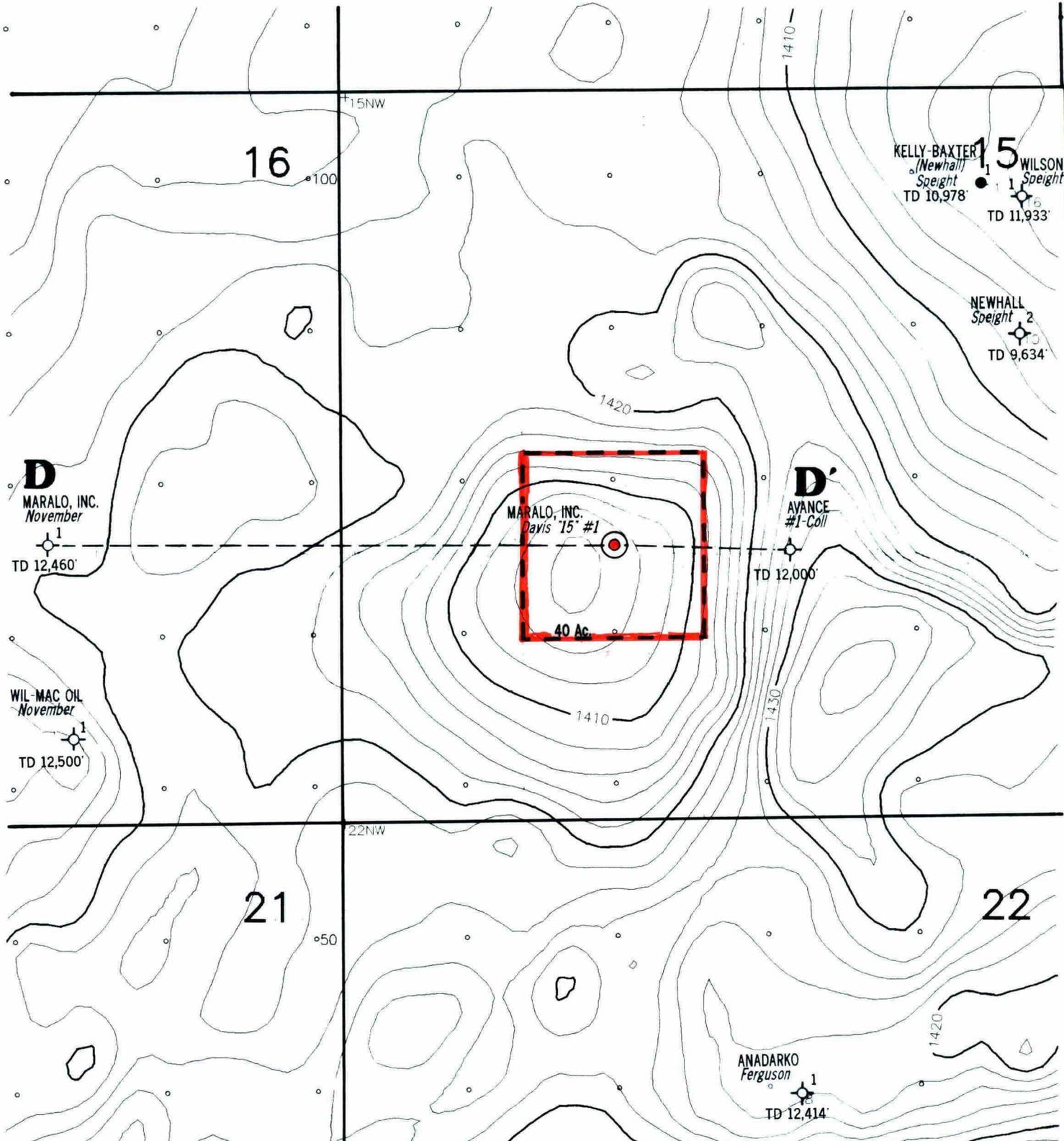
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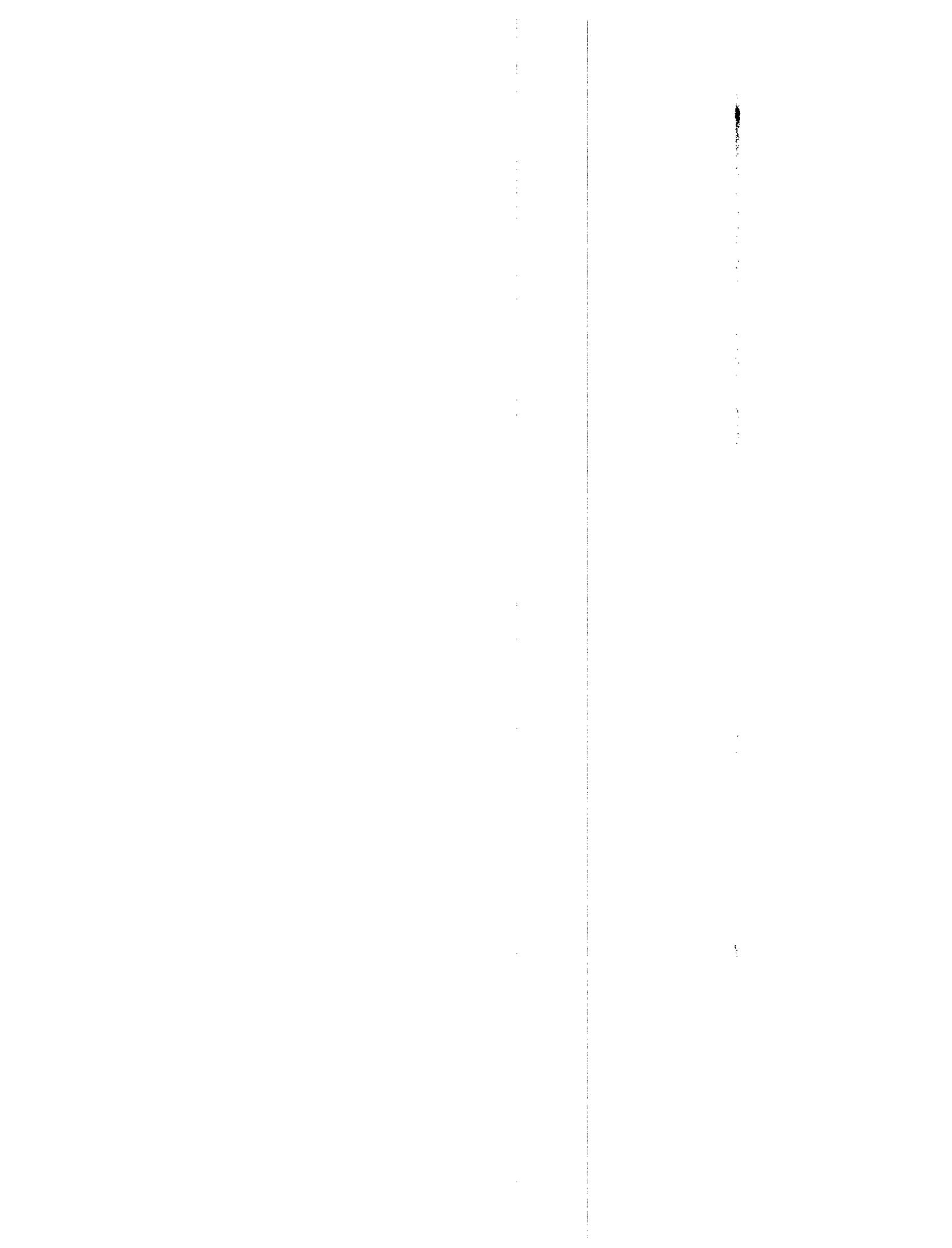
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maralo^{INC}
BRONCO, SW PROSPECT
LEA COUNTY, NEW MEXICO
3 - D SEISMIC
STRUCTURE MAP
TOP 3 BROTHERS TIME
CONTOUR INTERVAL .002 SEC.
SCALE : 1" = 1,000'



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