District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410

Date:

9/22/04

State of New Mexico **Energy Minerals and Natural Resources**

Form C-101 Revised March 17, 1999

Oil Conservation Division 1220 South St. Francis Dr.

Submit to appropriate District Office RECEIVED State Lease - 6 Copies

District IV Fee Lease - 5 Copies Santa Fe, NM 87505 1220 S. St. Francis Dr., Santa Fe, NM 87505 SEP 2 3 2004 AMENDED REPORT OOD:ARTERIA APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE OGRID Number Operator Name and Address MARBOB ENERGY CORPORATION 14049 PO BOX 227 API Number ARTESIA, NM 88211-0227 30-015-32899 Property Code 32598 Property Name Well No. BM STATE Surface Location Feet from the North/South line UL or lot no. Section Township Range Lot Idn Feet from the East/West line County K 2 18S 27E 2310 SOUTH 2310 WEST **EDDY** Proposed Bottom Hole Location If Different From Surface Lot Idn North/South line East/West line UL or lot no. Section Township Range Feet from the Feet from the County 9 Proposed Pool 1 10 Proposed Pool 2 RED LAKE; QUEEN GRAYBURG SAN ANDRES (51300) Well Type Code Ground Level Elevation 11 Work Type Code Cable/Rotary Lease Type Code P 0 R S 3535' GL Proposed Depth 8 Formation Contractor ⁶ Multiple Spud Date Y 3868 SAN ANDRES Proposed Casing and Cement Program **EXISTING** Casing weight/foot Hole Size Casing Size Setting Depth Sacks of Cement **Estimated TOC** 12 1/4" 8 5/8" 24# 362 300 SX 0 7 7/8" 5 1/2" 17# 3864 800 SX 0 ²² Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. ADD PAY IN THE SAN ANDRES AS FOLLOWS: SET CIBP @ 3200'. PERF LOWER SAN ANDRES @ 2561' - 2896' (11 SHOTS). PERF UPPER SAN ANDRES @ 2051' - 2438' (24 SHOTS). ACIDIZE LOWER SAN ANDRES @ 2561' - 2896' WITH 1500 GAL NEFE 15% HCL. SWAB TEST. ACIDIZE UPPER SAN ANDRES @ 2051' - 2438' WITH 4000 GAL NEFE 15% HCL. SWAB TEST. FRAC SAN ANDRES DOWN CASING. ²³ I hereby certify that the information given above is true and complete to the best of OIL CONSERVATION DIVISION my knowledne nd belief. Approved by: Signature: TIM W. GUM Printed name: DIANA dannon Title: DISTRICT II SUPERVISOR Title: PRODUCTION ANALYST Approval Date: SEP 2 7 2004 Expiration Date: SEP 2 7 2005

Opplator to was pressure Comme

Conditions of Approval:

Attached 🔲

(505) 748-3303

DISTRICT I P.O. Box 1980, Hobbs, NM 88241-1980

DISTRICT II



State of New Mexico

Energy, Minerals and Natural Resources Departme

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

State Lease - 4 Copies Fee Lease - 3 Copies

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

14049

DISTRICT III 1000 Rio Brazos Rd., Axtec, NM 67410

OIL CONSERVATION DIVISION

P.O. Box 2088

DISTRICT IV WELL LOCATION AND ACREAGE DEDICATION PLAT P.O. BOX 2088, SANTA FE, N.M. 87504-2088

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

3535'

API Number	Pool Code		Pool Name			
30-015-32899	51300	RED	LAKE;	QUEEN	GRAYBURG	SAN ANDRES
Property Code	Prop	erty Name				Well Number
32598	BM	STATE				1
OGRID No.	Орез	ator Name				Elevation

MARBOB ENERGY CORPORATION Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	2	18-S	27-E		2310'	SOUTH	2310'	WEST	EDDY

Bottom Hole Location If Different From Surface

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 Cor	solidation C	ode Or	ler No.				,
40									2.2

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED

	OR A NON-STANDA	ARD UNIT HAS BEEN	APPROVED BY TH	HE DIVISION
LOT 3	LOT 3	LOT 2	LOT 1	OPERATOR CERTIFICATION
39.59 AC	39.53 AC	39.44 AC	39.38 AC	I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.
		- -		DIANA J. CANNON Printed Name
	1			PRODUCTION ANALYST
	Ì	1		SEPTEMBER 22, 2004
1				SURVEYOR CERTIFICATION
5310,		T		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 supervison and that the same is true and correct to the best of my belief.
}		' +	·	July 15, 2003 Date Surveyed A.W.B Signature State of E/O
	2310	 		MEX 746/03
		<u>l</u>		Certificate Aig. RONALD J. ERSON 3239 12641