

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

APPLICATION FOR PERMIT TO DRILL

Operator Name and Address Marbob Energy Corporation PO Box 227 Artesia, NM 88211-0227		OGRID Number 14049
		API Number 30-15-32899
Property Code 32598	Property Name BM STATE	Well No. 001

Surface Location

UL or Lot K	Section 2	Township 18S	Range 27E	Lot Idn	Feet From 2310	N/S Line S	Feet From 2310	E/W Line W	County Eddy
----------------	--------------	-----------------	--------------	---------	-------------------	---------------	-------------------	---------------	----------------

Proposed Pools

RED LAKE; GLORIETA YESO, NORTHEAST 96836

Work Type New Well	Well Type Oil	Cable/Rotary	Lease Type State	Ground Level Elevation 3535
Multiple N	Proposed Depth 4500	Formation Yeso Formation	Contractor	Spud Date 8/1/2003

Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	8.625	24	350	300	0
Prod	7.875	5.5	17	4500	475	0

Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Double Ram	3000	3000	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: 7/21/2003

Phone: 505-748-3303

OIL CONSERVATION DIVISION

Electronically Approved By: Bryan Arrant

Title: Geologist

Approval Date: 7/24/2003

Expiration Date: 7/24/2004

Conditions of Approval:
No Conditions

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

Form C-102

Oil Conservation Division

1220 S. St Francis Dr.

Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-15-32899	Pool Name RED LAKE; GLORIETA YESO, NORTHEAST	Pool Code 96836
Property Code 32598	Property Name BM STATE	Well No. 001
OGRID No. 14049	Operator Name Marbob Energy Corporation	Elevation 3535

Surface And Bottom Hole Location

UL or Lot K	Section 2	Township 18S	Range 27E	Lot Idn	Feet From 2310	N/S Line S	Feet From 2310	E/W Line W	County Eddy
Dedicated Acres 40	Joint or Infill	Consolidation Code	Order No.						

	■		

OPERATOR CERTIFICATION

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

Electronically Signed By: Diana Cannon

Title: Production Analyst

Date: 7/21/2003

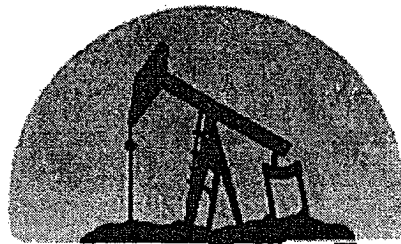
SURVEYOR CERTIFICATION

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.

Electronically Signed By: Ronald Eidson

Date of Survey: 7/15/2003

Certificate Number: 3239



marbob
ENERGY CORPORATION
ARTESIA, NEW MEXICO

July 24, 2003

Oil Conservation Division
1301 W. Grand Ave.
Artesia, NM 88210

Attention: Bryan Arrant

Re: BM State #1
2310' FSL & 2310' FWL, Unit K
Section 2, T18S, R27E
Eddy County, New Mexico

Dear Bryan:

In reviewing the requirement of an H2S contingency plan on the above referenced well we have determined the following: The nearest paved road is approximately one-half mile away from the proposed location. The ROE is determined to be far less than the one-half mile distance to the paved road, therefore we do not believe that a contingency plan is necessary.

If you have questions or need further information, please call.

Sincerely,

Melanie J. Parker
Land Department

/mp