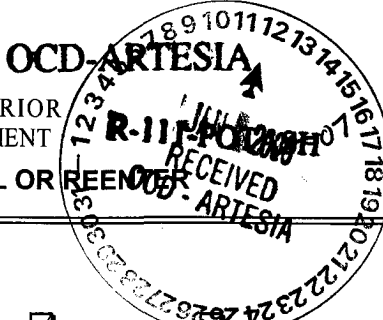


UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER



FORM APPROVED  
OMB No. 1004-0136  
Expires January 31, 2004

5. Lease Serial No.  
NM-61357

6. If Indian, Allottee or Tribe Name

7. If Unit or CA Agreement, Name and No.

8. Lease Name and Well No.  
B A Federal #2

9. API Well No.  
30-015-35358

10. Field and Pool, or Exploratory  
Wildcat Bone Spring (Oil)

11. Sec., T., R., M., or Blk. and Survey or Area  
Sec 34, T21S - R31E

12. County or Parish  
Eddy County

13. State  
NM

1a. Type of Work:  DRILL  REENTER

1b. Type of Well:  Oil Well  Gas Well  Other  Single Zone  Multiple Zone

2. Name of Operator  
Marbob Energy Corporation

3a. Address  
P.O. Box 227, Artesia, NM 88211-0227

3b. Phone No. (include area code)  
505-748-3303

4. Location of Well (Report location clearly and in accordance with any State requirements. \*)  
At surface 990' FSL & 2210' FEL  
At proposed prod. zone  
**CARLSBAD CONTROLLED WATER BASIN**

14. Distance in miles and direction from nearest town or post office\*

15. Distance from proposed\* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)

16. No. of Acres in lease

17. Spacing Unit dedicated to this well  
40

18. Distance from proposed location\* to nearest well, drilling, completed, applied for, on this lease, ft.

19. Proposed Depth  
8300'

20. BLM/BIA Bond No. on file  
NM 2056

21. Elevations (Show whether DF, KDB, RT, GL, etc.)  
3488'

22. Approximate date work will start\*  
November 11, 2006

23. Estimated duration  
30 Days

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- 1. Well plat certified by a registered surveyor.
- 2. A Drilling Plan.
- 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
- 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- 5. Operator certification.
- 6. Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature  
*Nancy T. Agnew*  
Title

Name (Printed/Typed)  
Nancy T. Agnew

Date  
10-11-06

Land Department

Approved by (Signature)  
*/s/ Tony J. Herrell*  
Title  
**ACTING STATE DIRECTOR**

Name (Printed/Typed)  
Office  
**NM STATE OFFICE**

Date  
JAN 10 2007

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.  
Conditions of approval, if any, are attached.

**APPROVAL FOR 1 YEAR**

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

\*(Instructions on reverse)

SEE ATTACHED FOR  
CONDITIONS OF APPROVAL

APPROVAL SUBJECT TO  
GENERAL REQUIREMENTS  
AND SPECIAL STIPULATIONS  
ATTACHED

If earthen pits are used in association with the drilling of this well, an OCD pit permit must be obtained prior to pit construction.