

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA
FEB - 3 2009

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE – Other instructions on page 2.		5. Lease Serial No. NMLC-049998 (A)
1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		6. If Indian, Allottee or Tribe Name
2. Name of Operator Marbob Energy Corp.		7. If Unit of CA/Agreement, Name and/or No. Foster Eddy
3a. Address P O Box 227 Artesia, NM 88211-0227	3b. Phone No. (include area code) 575 748-3303	8. Well Name and No. Foster Eddy Federal #13
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1295' FNL 1650' FWL, Unit C Sec 17 T17S R31E		9. API Well No. 30-015-29058
		10. Field and Pool or Exploratory Area Grayburg Jackson 7R-Q-GB-SA; Cedar Lake Yeso
		11. Country or Parish, State Eddy, NM

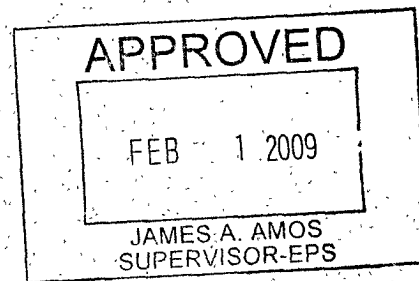
12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Surface
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Commingling
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13 Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

See Attached C-107-B application for surface commingling

no Surface Commingling
Order in file
Applied not issued as of 2/10/09



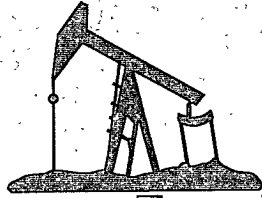
* Subject to like Approval from State.

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) William Miller		Title Landman
Signature		Date 01/13/2009

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by	Title	Date
Conditions of approval, if any, are attached. Approval of this notice 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.	Office	

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



marbob
energy corporation

January 14, 2009

Oil Conservation Division
1220 St. Francis Drive
Santa Fe, New Mexico 87504

Attention: Mr. Mark Fesmire

RE: Surface Commingling
Administrative Approval Request
Foster Eddy Fed. #13
1295' FNL 1650' FWL
Section 17, T-17S R-30E
Eddy County, New Mexico

Dear Mr. Fesmire:

Marbob Energy Corporation requests approval for the Foster Eddy Fed. #13 Surface Commingling.
Enclosed is the application.

Thank you for your help in this matter.

Sincerely,
Raye Miller
Raye Miller
Land Department

RM/wm
Attachment

District I
1625 N French Drive, Hobbs, NM 88240
District II
1301 W. Grand Ave, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S St Francis Dr, Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-107-B
Revised June 10, 2003

OIL CONSERVATION DIVISION

1220 S. St Francis Drive
Santa Fe, New Mexico 87505

Submit the original
application to the Santa Fe
office with one copy to the
appropriate District Office

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME: Marbob Energy Corporation

OPERATOR ADDRESS: P.O. Box 227 Artesia, NM 88211-0227

APPLICATION TYPE:

☒ Pool Commingling ☐ Lease Commingling ☐ Pool and Lease Commingling ☐ Off-Lease Storage and Measurement (Only if not Surface Commingled)

LEASE TYPE: ☐ Fee ☐ State ☒ Federal

Is this an Amendment to existing Order? ☐ Yes ☐ No If "Yes", please include the appropriate Order No. _____

Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling

☒ Yes ☐ No

(A) POOL COMMINGLING

Please attach sheets with the following information

(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production	Calculated Value of Commingled Production	Volumes
Grayburg Jackson 7R-Q-GB-SA	35.1	37.117	Same	22.1%
Cedar Lake Yeso	37.9		Same	77.9%
Current Battery			Same	
Resulting Battery after commingling		37.28	Same	21.1% Graybu rg Jackson 7R-Q-GB-SA 78.9% Cedar Lake Yeso

(2) Are any wells producing at top allowables? ☐ Yes ☒ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☒ Yes ☐ No.

(4) Measurement type: ☐ Metering ☒ Other (Specify) Well Test

(5) Will commingling decrease the value of production? ☐ Yes ☒ No If "yes", describe why commingling should be approved

(B) LEASE COMMINGLING

Please attach sheets with the following information

(1) Pool Name and Code

(2) Is all production from same source of supply? ☐ Yes ☐ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No

(4) Measurement type: ☐ Metering ☐ Other (Specify)

(C) POOL and LEASE COMMINGLING

Please attach sheets with the following information

(1) Complete Sections A and E.

(D) OFF-LEASE STORAGE and MEASUREMENT

Please attached sheets with the following information

(1) Is all production from same source of supply? ☐ Yes ☐ No

(2) Include proof of notice to all interest owners.

(E) ADDITIONAL INFORMATION (for all application types)

Please attach sheets with the following information

(1) A schematic diagram of facility, including legal location.

(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved

(3) Lease Names, Lease and Well Numbers, and API Numbers.

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

SIGNATURE Raye Miller
TYPE OR PRINT NAME Raye Miller
E-MAIL ADDRESS marbob@marbob.com

TITLE Attorney-in-fact

DATE 11/14/09

TELEPHONE NO. 575 748 3303

AUG 3 1996

Submit to Appropriate
District Office
State Leases - 4 copies
Fee Leases - 3 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

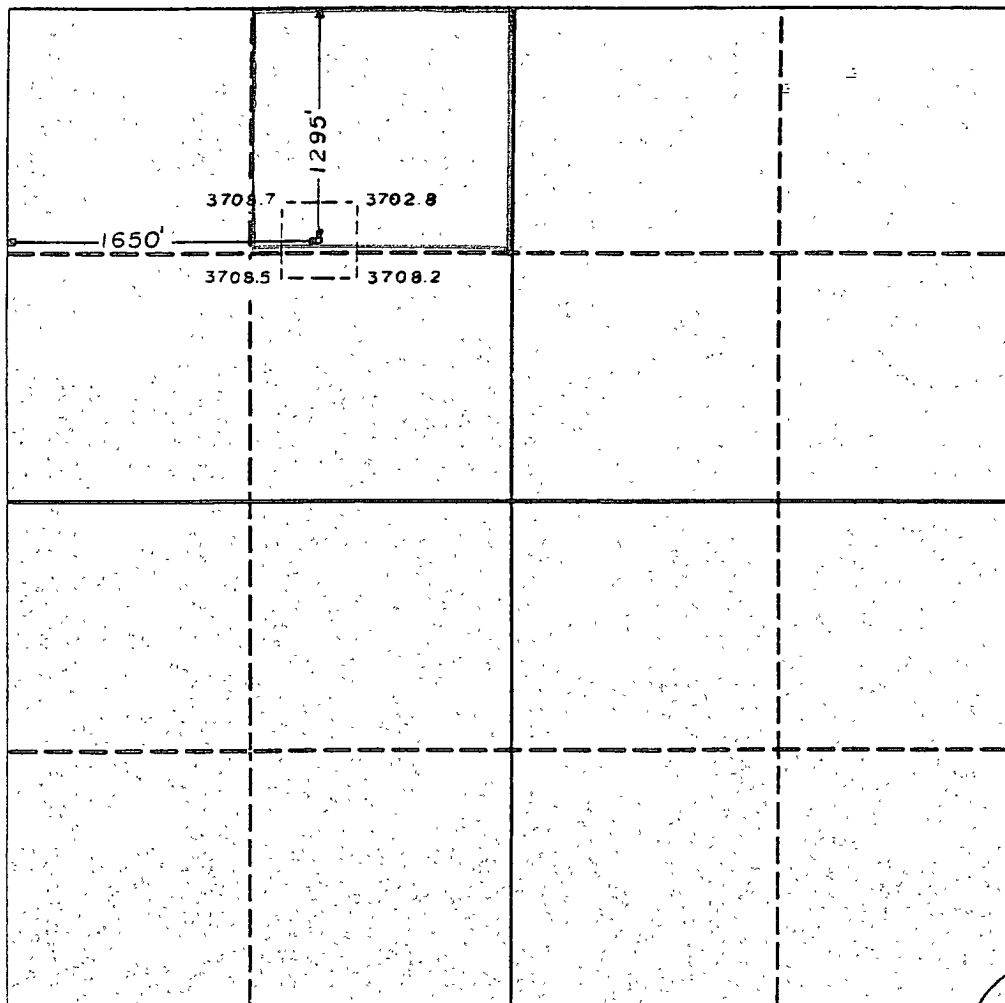
DISTRICT III
1000 Rio Brizos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator Ogrid #14049 Marbob Energy Company			Lease Foster Eddy Prop # 6514		Well No. 13
Unit Letter C	Section 17	Township 17 South	Range 31 East	County NMEN Eddy	
Actual Footage Location of Well: 1650 feet from the Unit Letter C West line and 1295 feet from the North line					
Ground level Elev. 3705.1	Producing Formation San Andres	Pool Grbg Jackson SR O Grbg SA	Dedicated Acreage: 40 Acres		

- Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc?
☐ Yes ☐ No If answer is "yes" type of consolidation _____
 If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary).
 No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



OPERATOR CERTIFICATION

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

Signature

Printed Name

Rhonda Nelson

Position

Production Clerk

Company

Marbob Energy Corporation

Date

6/10/96

SURVEYOR CERTIFICATION

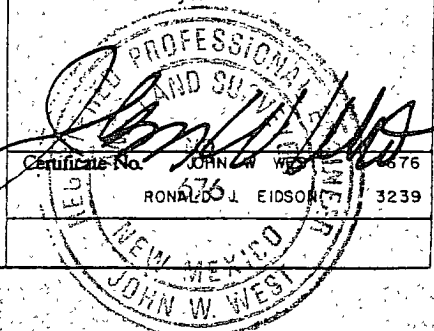
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed

August 29, 1989

Signature & Seal of
Professional Surveyor

Certificate No. 4376
RONALDO J. EIDSON 3239



0 330 660 990 1320 1650 1980 2310 2640 2000 1500 1000 500 0



January 14, 2009

Oil Conservation Division
1220 St. Francis Drive
Santa Fe, New Mexico 87504

Attention: Mr. Mark Fesmire

RE: Surface Commingling
Administrative Approval Request
Foster Eddy Fed. #13
1295' FNL 1650' FWL
Section 17, T-17S R-30E
Eddy County, New Mexico

Dear Mr. Fesmire:

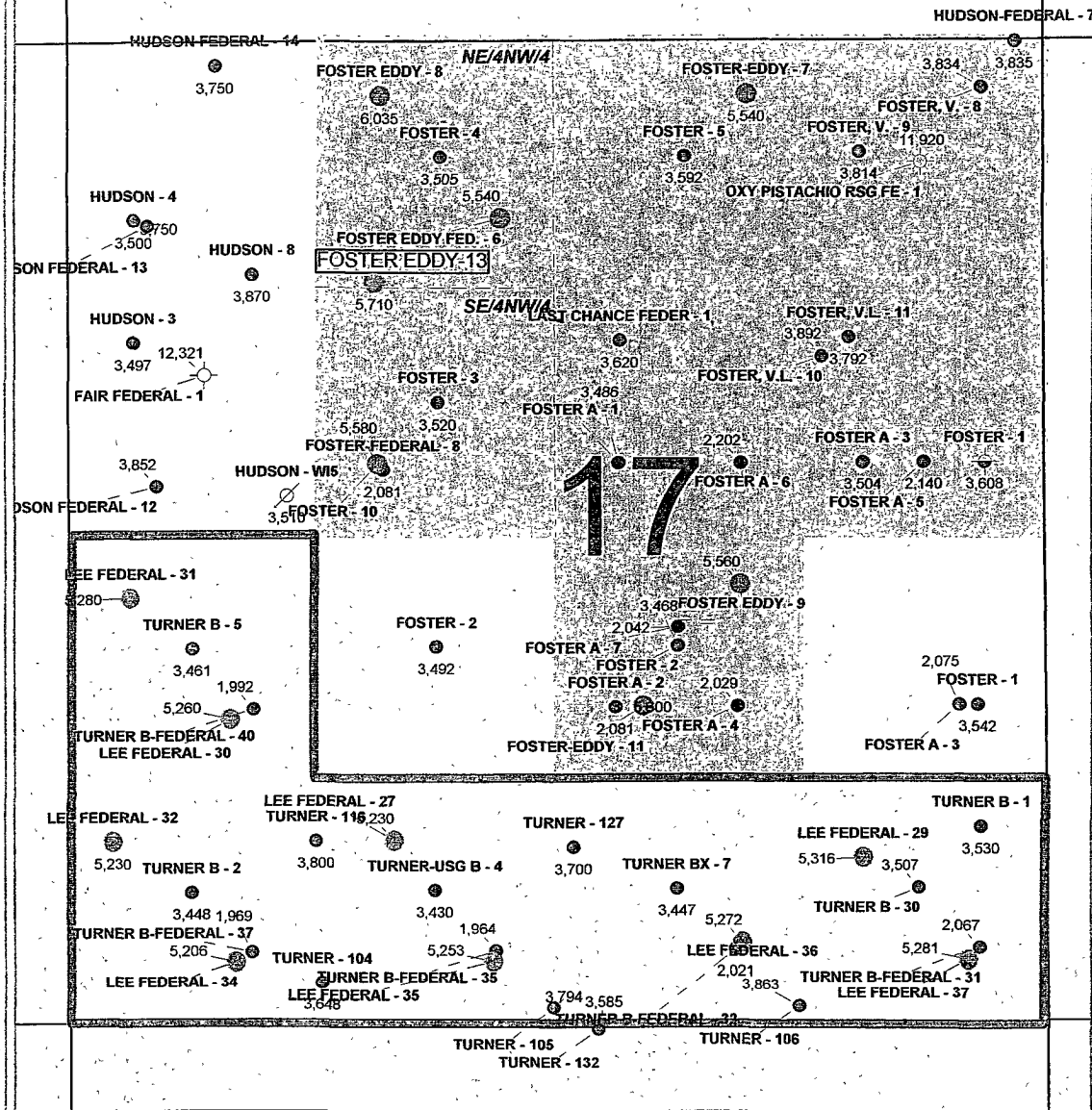
The owners in the proposed Foster Eddy Fed #13 Surface Commingling are identical percentages in working interest owners, royalty owners and overriding royalty owners ownership. I have reviewed the Division Order Title Opinion dated May 6, 2002 No. 7140 and I certify that all owners in the perforated and producing formations are identical for the Cedar Lake Yeso pool and the Grayburg Jackson 7R-Q-GB-SA pool for the Marbob Energy Corporation Foster Eddy wells which are involved in this application.

Thank you for your help in this matter.

Sincerely,
Raye Miller
Raye Miller
Land Department

RM/wm

T17S-R31E EDDY COUNTY, NM



PETRA 1/13/2009 10 44 31 AM

MARBOB ENERGY CORPORATION

Foster Eddy Lease

Lee Federal Lease - Blue Outline

Yaso Producers - Green & Red Well Spots

By: dlw



January 13, 2009

Lease Name**Lease No.**

Foster Eddy Federal

NMLC-049998 (A)

Well Name**Legal Description****API**Foster Eddy Federal #13
3001529058

1295' FNL 1650' FWL, Unit C Sec. 17 T17S R31E

Current Battery Location

1980' FSL 1980' FEL Sec. 17 T17S R31E

Current Wells Producing on Foster Eddy LeaseFoster Eddy Federal #2
3001505196

1980' FSL 1980' FEL, Unit J Sec. 17 T17S R31E

Foster Eddy Federal #3
3001505197

1980' FNL 1980' FWL, Unit F Sec. 17 T17S R31E

Foster Eddy Federal #5
3001505199

660' FNL 1980' FEL, Unit B Sec. 17 T17S R31E

Foster Eddy Federal #6
3001525981

990' FNL 2310' FWL, Unit C Sec. 17 T17S R31E

Foster Eddy Federal #7
3001526230

330' FNL 1650' FEL, Unit B Sec. 17 T17S R31E

Foster Eddy Federal #8
3001526187

330' FNL 1650' FWL, Unit C Sec. 17 T17S R31E

Foster Eddy Federal #9
3001526273

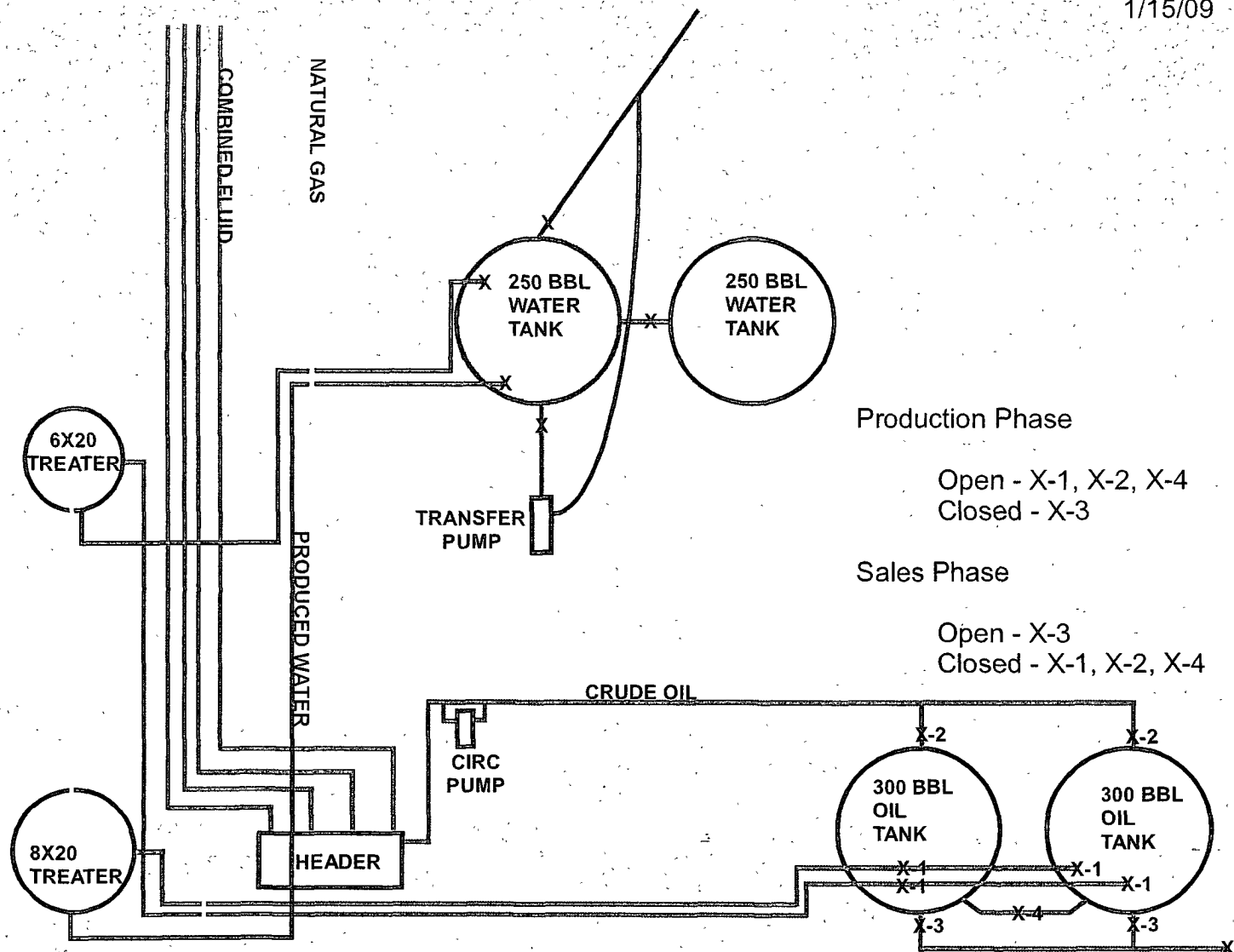
2310' FSL 1650' FEL, Unit J Sec. 17 T17S R31E

Foster Eddy Federal #10
3001526308

2310' FNL 1650' FWL, Unit F Sec. 17 T17S R31E

Foster Eddy Federal #11
3001526231

1650' FSL 2160' FEL, Unit J Sec. 17 T17S R31E



SITE FACILITY DIAGRAM

Foster Eddy Battery

Section 17, Township 17S, Range 31E
 Eddy County, New Mexico
 LC 049998 (A)

Marbob Energy Corporation
 2208 West Main Street
 Artesia, New Mexico
 575-748-3303