Form 3160-3 (July 1989) (formerly 9-331C) CONTACT RECEIVING OFFICE FOR NUMBER OF COI XVIRED

N. M. Ook Consultation

BLM Roswell District Modified Form No. NM060-3160-2

DEPARTMENT OF THE INTERIOR BILLO, 101, 01. 5. LEASE DESIGNATION AND SERIAL NO. BUREAU OF LAND MANAGEMENT DOM. .028784B APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK OR TRIBE-NAME DRILL X DEEPEN | PLUG BACK b. TIPE OF WELL WELL X BURCH KEELY MULTIPLE __ OTHER S. FARM OR LEASE NAME 2. NAME OF OFERATOR 3a. Area Code & Phone No. Marbob Energy Corporation 505-748-3303 9. WELL NO. 3. ADDRESS OF OPERATOR 833 P. O. Drawer 217, Artesia, NM P. O. Drawer 211, Allesia, Mr. 50215

1. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*)

At surface

SUBJECT TO 10. FIELD AND POOL, OR WILDCAT GRBG JACKSON SR Q GRBG SA 1345 FNL 1980 FWL 11. SEC., T., R., M., OR BLK.
AND SURVEY OR AREA 28509 At proposed prod. zone SAME SEC. 25-T17S-R29E 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE 12. COUNTY OR PARISH | 13. STATE EAST OF ARTESIA ON HWY 82 APPROX. 20.7 MILES 10. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, I **EDDY** NM 16. NO. OF ACRES IN LEASEN OTHIS WELL ECEIVED OCD. (Also to nearest drig. unit line, if any) 1345 £/40 480 20. ROTARY OR CABLE TOOLS 18. DISTANCE FROM PROPOSED LOCATIONS
TO NEAREST WELL, DRILLING, COMPLETED,
OR APPLIED FOR, ON THIS LEASE, FT. 19. PROPOSED DEPTH 48001 ROTARY 21. ELEVATIONS (Show whether DF, RT, GR, etc.) 22. APPROX. DATE WORK WILL START* 3607' GR FEBRUARY 1, 1997 23. PROPOSED CASING AND CEMENTING PROGRAM HOLE SIZE CASING SIZE WE IGHT/FOOT GRADE THREAD TYPE BETTING DEPTH QUANTITY OF CEMENT 1/4" 5/8" 24# J-55 LT&C 300 SX WITN 3501 7/8" 1/2" 17# LT&C 4800 Pay zone will be selectively perforated and stimulated as needed for optimum production. Attached are: Location & acreage Dedication Plat 2. Supplemental Drilling Data Surface Use Plan IN AROVE SPACE PESCRIBE PROFOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout 24. TITLE Production Clerk BIGNED DATE (This space for Federal or State office use) APPROVAL DATE CAR SELECTION ADM, MINERALS CONDITIONS OF APPROVAL, IF ANY :

UNITED STATES

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

State of New Mexico

Energy, Minerals and Natural Resources Department

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

State Lease - 4 Copies Fee Lease - 3 Copies

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

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

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

DISTRICT IV P.O. Box 2088, Santa Fe, NM 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name	Pool Name				
30-015-2	99/6 28509	GRBG JACKSON SR Q GRBG SA					
Property Code		Property Name					
6497	BUR	BURCH KEELY UNIT					
OGRID No.		Operator Name					
14049	MARBOE	MARBOB ENERGY CORPORATION					

Surface Location

ſ	UL or lot No.	Section	Township	Range	Lot ldn	Feet from the	North/South line	Feet from the	East/West line	County
	F	25	17 S	29 E		1345	NORTH	1980	WEST	EDDY

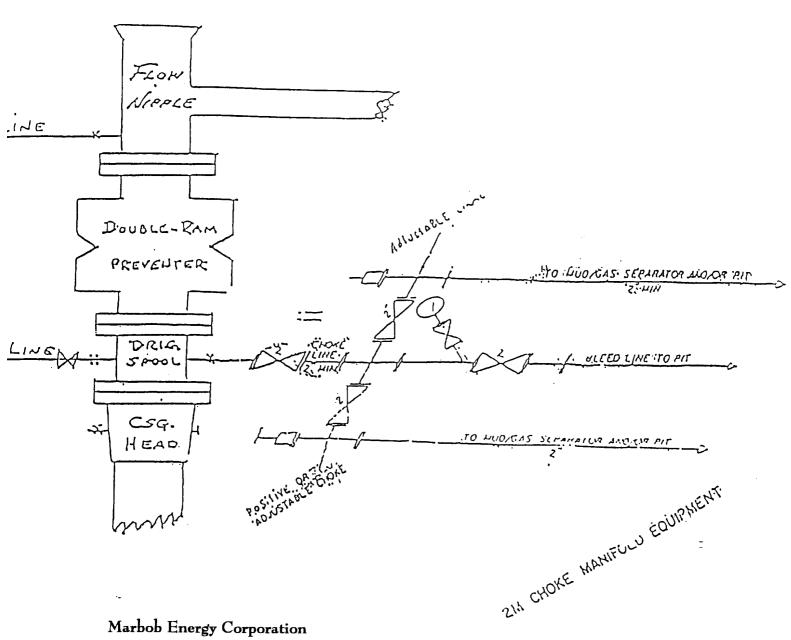
Bottom Hole Location If Different From Surface

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 o	r Infill Co	nsolidation (Code Oro	ler No.				

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

	010 11 11011 1111112	JARD UNII HAS BEEN ALTROVED DI THE DIVISION
1980	3601.1' 3604.6' 3605.0' 3604.1'	OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief. Signature RHONDA NELSON Printed Name PRODUCTION CLERK Title Date 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 supervison and that the same is true and correct to the best of my belief. OCTOBER 28, 1996 Date Superd Seal of Springer of Seal of Seal of Springer of Seal of

10"/900 Cameron SS Space Saver 3000# Working Pressure 3.000# Working Pressure Choke Manifold



Burch Keely Unit No. 833 1345' FNL and 1980' FWL Section 25-17S-29E Eddy County, New Mexico Exhibit #1

Attachment to Exhibit #1 NOTES REGARDING THE BLOWOUT PREVENTERS

- 1. Drilling nipple to be so constructed that it can be removed without use of a welder through rotary table opening, with minimum I.D. equal to preventer bore.
- 2. Wear ring to be properly installed in head.
- 3. Blow out preventer and all fittings must be in good condition, 3000 psi W.P. minimum.
- 4. All fittings to be flanged.
- 5. Safety valve must be available on rig floor at all times with proper connections, valve to be full bore 3000 psi W.P. minimum.
- 6. All choke and fill lines to be securely anchored, especially ends of choke lines.
- 7. Equipment through which bit must pass shall be at least as large as the diameter of the casing being drilled through.
- 8. Kelly cock on kelly.
- 9. Extension wrenches and hand wheels to be properly installed.
- 10. Blow out preventer control to be located as close to driller's position as feasible.
- 11. Blow out preventer closing equipment to include minimum 40 gallon accumulator, two independent sources of pump power on each closing unit installation, and meet all API specifications.