

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

5. Lease Designation and Serial No.
LC-029548A

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

COFFEE FEDERAL #2

9. API Well No.

30-015-31058

10. Field and Pool, or Exploratory Area

CEDAR LAKE YESO

11. County or Parish, State

EDDY CO., NM

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT-" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

MARBOB ENERGY CORPORATION

3. Address and Telephone No.

PO BOX 227, ARTESIA, NM 88210 505-748-3303

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

2410 FNL 2046 FWL, SEC. 18-T17S-R31E UNIT F

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

TYPE OF SUBMISSION

☐ Notice of Intent

☒ Subsequent Report

☐ Final Abandonment Notice

TYPE OF ACTION

☐ Abandonment

☐ Recompletion

☐ Plugging Back

☐ Casing Repair

☐ Altering Casing

☒ Other APPR OF UNORTHODOX LOC

☐ Change of Plans

☐ New Construction

☐ Non-Routine Fracturing

☐ Water Shut-Off

☐ Conversion to Injection

☐ Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

MARBOB ENERGY CORPORATION REQUESTS APPROVAL OF THE ATTACHED APPLICATION FOR ADMINISTRATIVE APPROVAL OF AN UNORTHODOX LOCATION.



14. I hereby certify that the foregoing is true and correct

Signed

(This space for Federal or State office use)

Title PRODUCTION ANALYST

Date 01/02/02

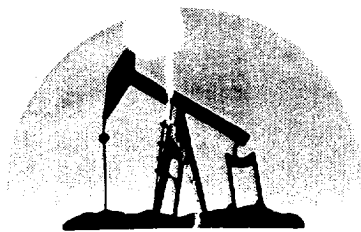
Approved by
Conditions of approval, if any:

Title

Date

Title 18 U.S.C. Section 1001, makes 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.

*See Instruction on Reverse Side



marbob
energy corporation

January 2, 2002

New Mexico Oil and Gas Conservation Division
1220 South Saint Francis Drive
Santa Fe, New Mexico 87504



RE: Application for Administrative Approval of an Unorthodox Location

Gentlemen:

Marbob Energy Corporation respectfully submits the following Application for Administrative Approval of an Unorthodox Location. Marbob Energy Corporation requests approval for a Cedar Lake Yeso test at our Coffee Federal No. 2. The location of the Coffee Federal No. 2 is 2410' FNL and 2046' FWL in Section 18 of Township 17 South, Range 31 East in Eddy County, New Mexico.

The original orthodox location was too close to an existing high-pressure natural gas pipeline. At an on site consultation, the Bureau of Land Management placed the location at a spot south of the pipeline, but unorthodox. The reasons for moving south instead of north were to avoid damage to a large dune area north of the pipeline. Access to the Coffee Federal No. 2 location could be made from an existing location on the south side of the pipeline. Also, the south side of the pipeline was practically level, therefore, avoiding a lot of cut and fill.

The Coffee Federal No. 2 is unorthodox by 100 feet as it encroaches on the south line of Unit F. Operating Rights to the Cedar Lake Yeso is the same in the Coffee Federal No. 2 proration unit and all offsetting units. Marbob Energy Corporation is the operator of both the offset and affected units. The federal royalty rate is the same in all of the involved units. The Bureau of Land Management has been notified of this Application via certified mail. The following items have been attached to aid in your review of this Application:

- A.) Coffee Federal No. 2 Form C-102
- B.) Proration Unit Plat
- C.) Topographical Map of Area
- D.) Well Pad Layout
- E.) Lot Dimensions Plat
- F.) Yeso Well Spot Plat

Please do not hesitate to contact us should you have any questions or need further information. Thank you for reviewing this Application.

Sincerely,

A handwritten signature in black ink, appearing to read "Dean Chumpley", written in a cursive style.

Dean Chumpley
Land Department

DC/mm

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

DISTRICT II
P.O. Drawer 22, Artesia, NM 88211-0719

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

DISTRICT IV
P.O. BOX 2088, SANTA FE, N.M. 87504-2088

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

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code 96831	Pool Name CEDAR LAKE YESO
Property Code	Property Name COFFEE FEDERAL	Well Number 2
OGRID No. 14049	Operator Name MARBOB ENERGY CORPORATION	Elevation 3749

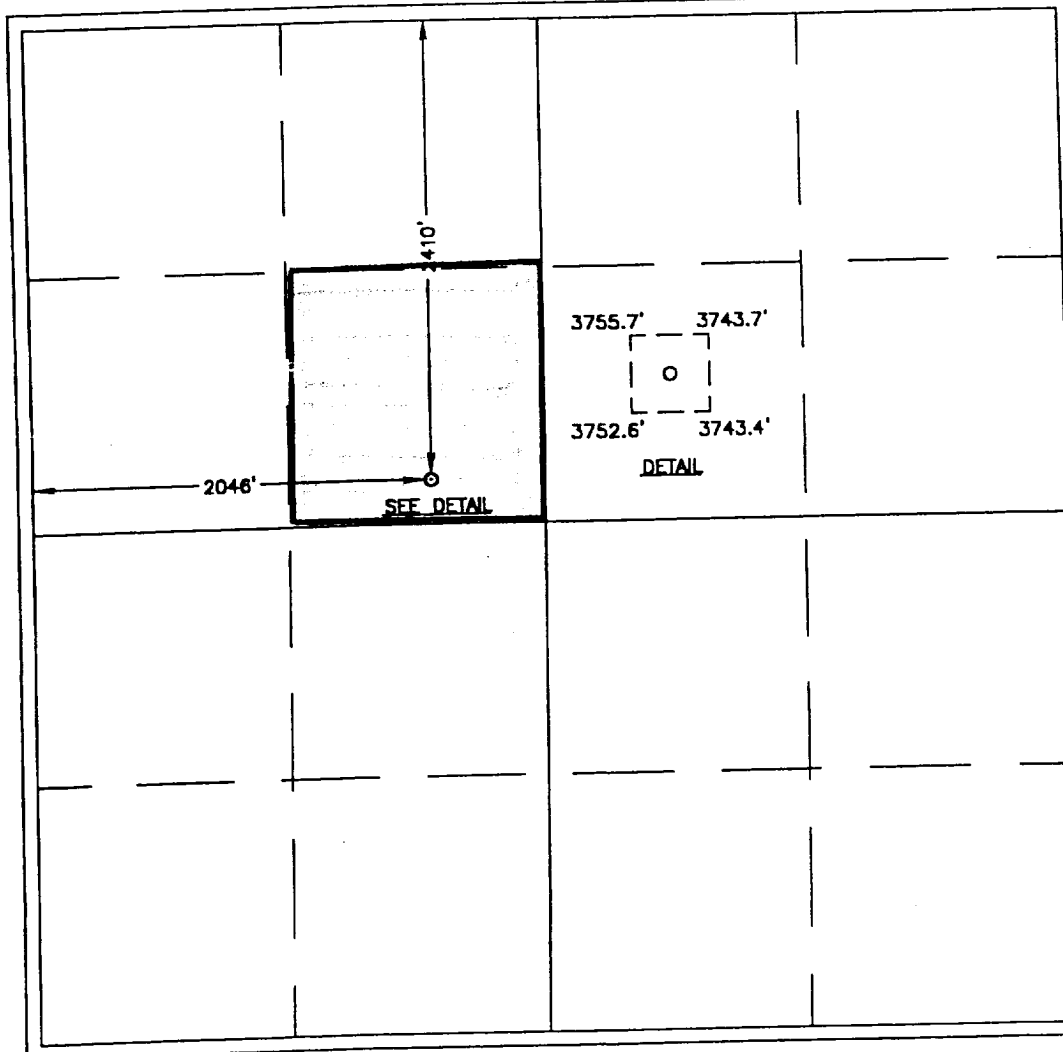
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	18	17 S	31E		2410	NORTH	2046	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 40	Joint or Infill	Consolidation Code	Order 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



OPERATOR CERTIFICATION

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

Robin Cockrum

Signature
ROBIN COCKRUM

Printed Name
PRODUCTION ANALYST

Title
2/28/00

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
supervision and that the same is true and
correct to the best of my belief.

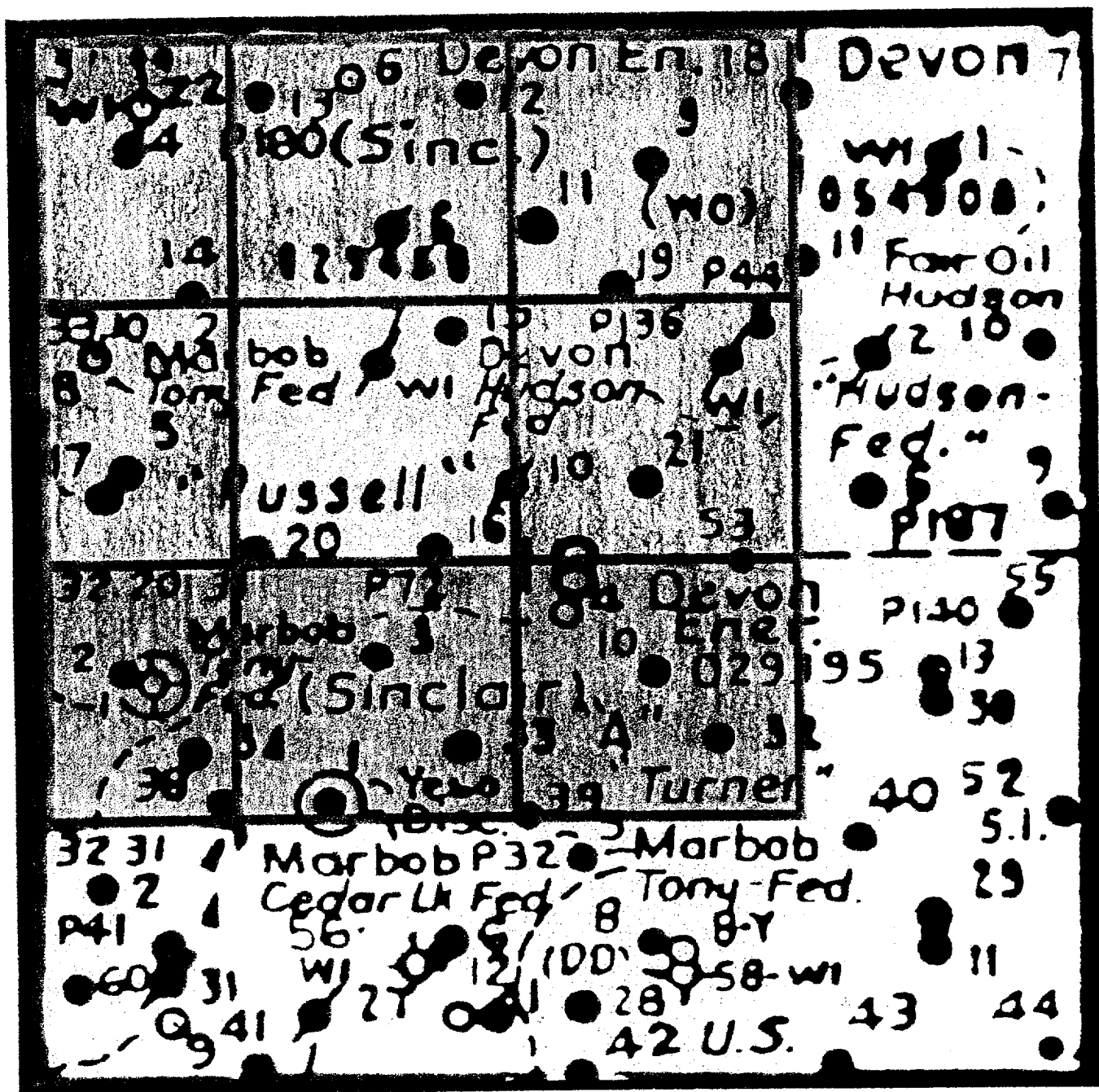
JANUARY 25, 2000

Date Surveyed LMP

Signature & Seal of
Professional Surveyor

Ronald J. Kidson 1-26-00
00-11-0062

Certificate No. RONALD J. KIDSON 3239
GARY KIDSON 12641
MACON McDONALD 12185



PRORATION UNIT PLAT

Coffee Federal No. 2



Offset Units



Affected Units



LOCATION VERIFICATION MAP



SCALE: 1" = 2000'

CONTOUR INTERVAL:
LOCAL HILLS, N.M. - 10'

SEC. 18 TWP. 17-S RGE. 31-E

SURVEY N.M.P.M.

COUNTY EDDY

DESCRIPTION 2410' FNL & 2046' FWL

ELEVATION 3749

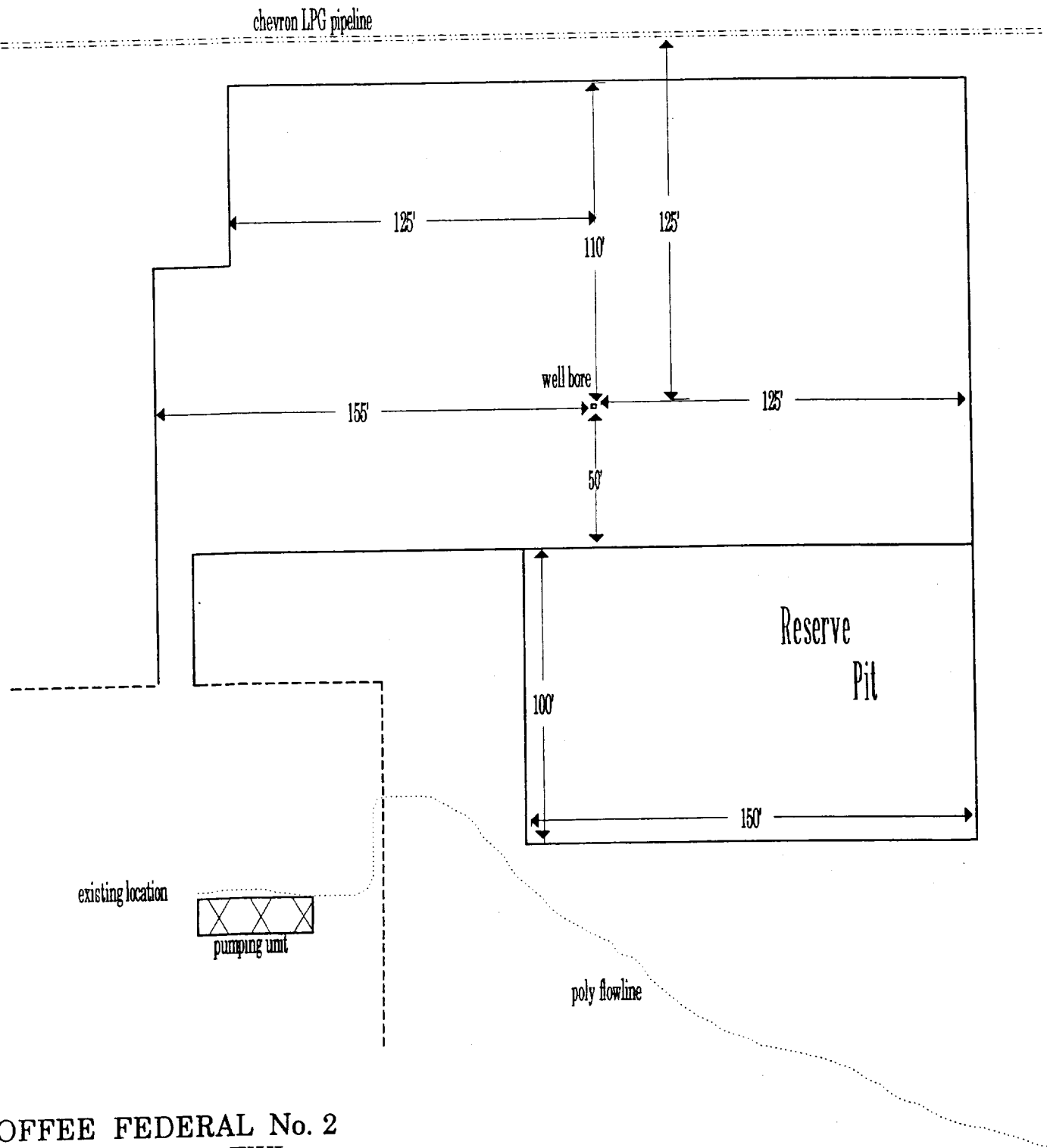
OPERATOR MARBOB ENERGY CORPORATION

LEASE COFFEE FEDERAL

U.S.G.S. TOPOGRAPHIC MAP
LOCAL HILLS, N.M.

JOHN WEST SURVEYING
HOBBS, NEW MEXICO
(505 393-3117)

North



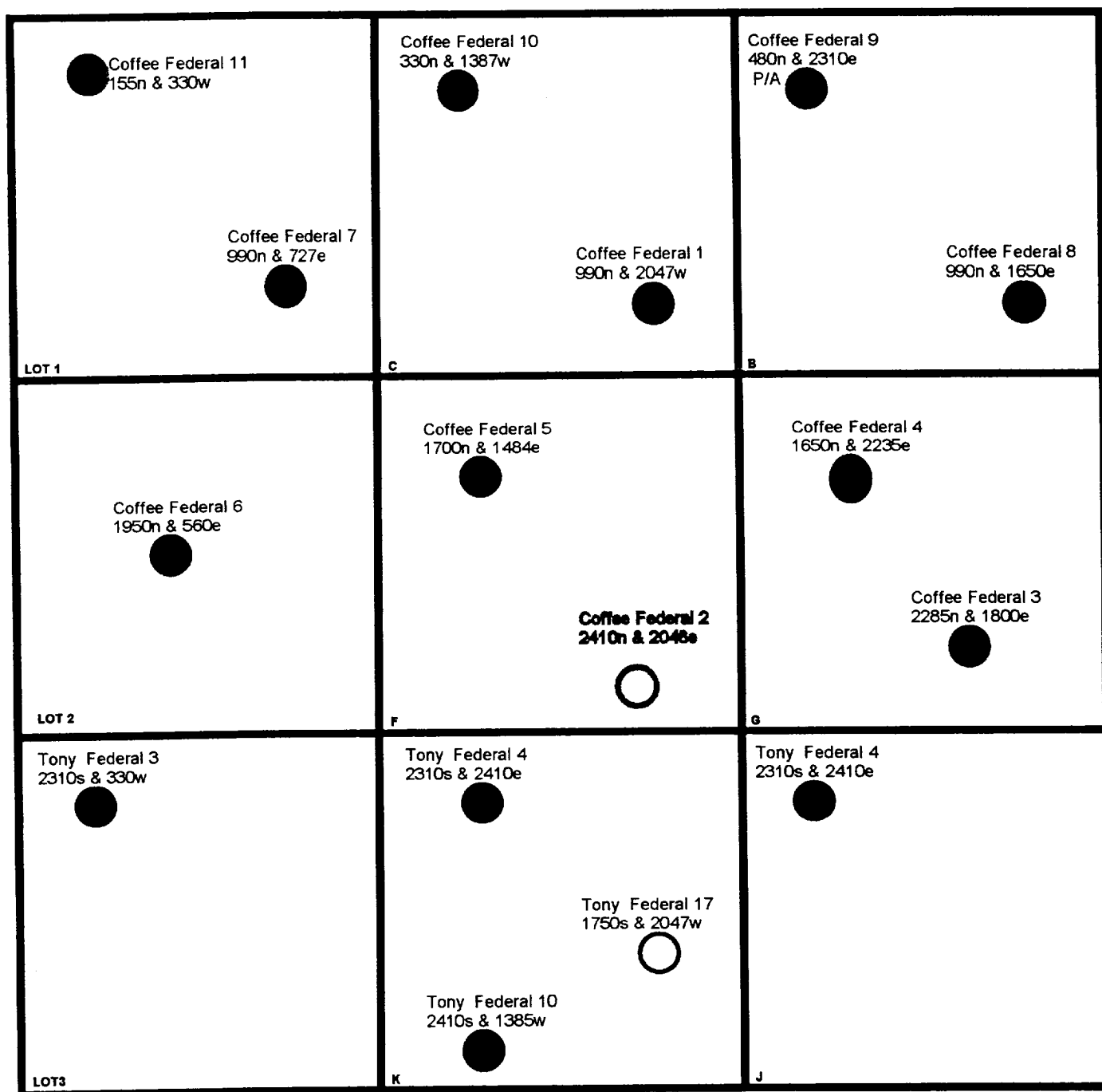
COFFEE FEDERAL No. 2
2410' FNL & 2046' FWL
Section 18; T17S - R31E
Eddy County, New Mexico

Exhibit Four

DIMENSIONS OF LOTS BASED ON GLO PLAT



T17S R31E

1057.13'	1320'	2640'
1320'		
1055.77'		
1320'		
1054.43'	18	
1320'		
1061.14'		
1320'		
1067.88'	1320'	2640'
1320'		
1070.57'		
1320'		
1073.26'	19	
1320'		



Section 18: Township 17s, Range 31e

Plat showing Yeso wellspots

-  Proposed Location
-  Producing Well