



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Jennifer A. Salisbury

Cabinet Secretary

December 10, 2001

Lori Wrotenbery

Director

Oil Conservation Division

Marbob Energy Corporation
P. O. Box 227
Artesia, New Mexico 88211-0227
Attention: Dean Chumbley

Telefax No. (505) 746-2523

Administrative Order NSL-4034-B (SD)

Dear Mr. Chumbley:

Reference is made to the following: (i) your application dated November 15, 2001 (*application reference No. pKRV0-132545735*); and (ii) the records of the New Mexico Oil Conservation Division ("Division") in Santa Fe: all concerning Marbob Energy Corporation's ("Marbob") request for an exception to: (i) Division Rule 104.B (1), revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999; and (ii) the provisions of Division Administrative Order NSL-4034-A, dated July 16, 1998, for a non-standard infill oil well location within an existing standard 40-acre oil spacing and proration unit comprising the NE/4 SE/4 (Unit I) of Section 18, Township 17 South, Range 31 East, NMPM, Cedar Lake-Yeso Pool (9631), Eddy County, New Mexico. This unit is currently dedicated to Marbob's Tony Federal Well No. 12 (**API No. 30-025-31253**) located at a standard oil well location 2310 feet from the South line and 990 feet from the East line of Section 18.

This application has been duly filed under the provisions of Division Rule 104.F, as revised.

By the authority granted me under the provisions of Division Rule 104.F (2), the following described well to be drilled at an unorthodox infill oil well location for the Cedar Lake-Yeso Pool within the SE/4 SE/4 of Section 18 is hereby approved:

Tony Federal Well No. 13
1550' FSL & 230' FEL
(API No. 30-015-31328).

Further, the existing Tony Federal Well No. 12 and the proposed Tony Federal Well No. 13 are to be simultaneously dedicated to the subject 40-acre unit.

Sincerely,

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Artesia
U. S. Bureau of Land Management - Carlsbad
File: NSL-4034-A

