Form 3160-3 (July 1992)

UNITED STATES DEPARTMENT OF THE INTERIOR

SUBMIT IN TRIPLICATE* (Other instructions on reverse side)

N.M. Off Cons. Day.

FORM APPROVED OMB NO. 1004-0136 Expires: February 28, 1995

5. LEASE DESIGNATION AND SERIAL NO

LC-028793A 0 28789C

BUREAU OF LAND MANAGEMENT

6. IF INDIAN, ALLOTTEE OR TRIBE NAME APPLICATION FOR PERMIT TO DRILL OR DEEPEN 1a, TYPE OF WORK DRILL X DEEPEN 7. UNIT AGREEMENT NAME b. TYPE OF WELL **BURCH KEELY UNIT** GAS SINGLE ZONE MULTIPLE OIL X OTHER WELL ZONE 8. FARM OR LEASE NAME, WELL NO. 2. NAME OF OPERATOR **BURCH KEELY UNIT #884** MARBOB ENERGY CORPORATION 9. API WELL NO 3. ADDRESS AND TELEPHONE NO 30-01S-10. FIELD AND POOL, OR WILDCAT PO BOX 227, ARTESIA, NM 88210 505-748-3303 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) GRBG JACKSON SR Q GRBG SA 1980 FNL 323 FWL, UNIT H 11. SEC., T., R., M., OR BLK SUBJECT TO LIKE APPROVAL BY STATE AND SURVEY OR AREA At proposed prod. zone SEC. 24-T17S-R29E SAME 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE 12. COUNTY OR PARISH : 13. STATE SEE SURFACE USE PLAN EDDY NM 15. DISTANCE FROM PROPOSED 16, NO, OF ACRES IN LEASE 17, NO. OF ACRES ASSIGNED LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FT
(Also to nearest drig, unit line, if any) TO THIS WELL 323 640 40 19 PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS 18. DISTANCE FROM PROPOSED LOCATION TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 4800 ROTARY 22. APPROX. DATE WORK WILL START* 21. ELEVATIONS (Show whether DF, RT, GR, etc.) 3619' GR 11/03/01 23 PROPOSED CASING AND CEMENTING PROGRAM Roswell Controlled Water Basin QUANTITY OF CEMENT SETTING DEPTH GRADE, SIZE OF CASING WEIGHT PER FOOT SIZE OF HOLE 24# 8 5/8" J55 350 300 SX 12 1/4" 7 7/8" 5 1/2" J55 17# 4800' SUFFICIENT TO COVER 200' ABOVE ALL KNOWN O&G HORIZONS PAY ZONE WILL BE SELECTIVELY PERFORATED AND STIMULATED AS NEEDED FOR OPTIMUM PRODUCTION. 56 ATTACHED ARE: 1. WELL LOCATION AND ACREAGE DEDICATION PLAT Þ SUPPLEMENTAL DRILLING DATA 3. SURFACE USE PLAN MASTER SURFACE USE PLAN ON FILE AT BLM OFFICE IN ROSWELL. E08282128 APPROVAL SUBJECT TO GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS ATTACHED IN ABOVE SPACE DESCRIBE PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill or on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any deepen o 24 DATE 10/05/01 PRODUCTION ANALYST (This space for Federal or State office use) APPROVAL DATE PERMIT NO 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:

*See Instructions On Reverse Side 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.

DATE

/s/ NOE GONZALEZ

APPROVED BY

TWO SELECTIONS A PLUB FOR DISEASE

SE: 8 111 8- TOO 1005

BECEINED