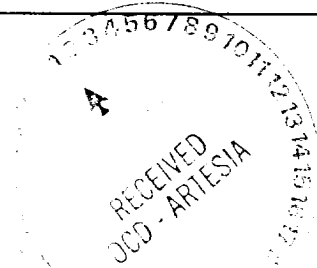




NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division



ADMINISTRATIVE ORDER SWD-822

APPLICATION OF MARBOB ENERGY CORPORATION FOR SALT WATER DISPOSAL, EDDY COUNTY, NEW MEXICO.

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 701(B), Marbob Energy Corporation made application to the New Mexico Oil Conservation Division on December 6, 2001, for permission to complete for salt water disposal its Chalk "AKH" Federal No. 1 (**API No. 30-015-26116**) located 1980 feet from the South line and 660 feet from the East line (Unit I) of Section 22, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico.

THE DIVISION DIRECTOR FINDS THAT:

- (1) The application has been duly filed under the provisions of Rule 701(B) of the Division Rules and Regulations;
- (2) Satisfactory information has been provided that all offset operators and surface owners have been duly notified;
- (3) The applicant has presented satisfactory evidence that all requirements prescribed in Rule 701 will be met; and
- (4) No objections have been received within the waiting period prescribed by said rule.

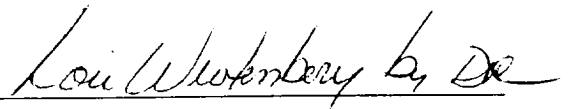
IT IS THEREFORE ORDERED THAT:

Marbob Energy Corporation is hereby authorized to complete its Chalk "AKH" Federal No. 1 (**API No. 30-015-26116**) located 1980 feet from the South line and 660 feet from the East line (Unit I) of Section 22, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico, in such a manner as to permit the injection of produced water for disposal purposes into the Canyon formation from approximately 7,660 feet to 8,500 feet through 2 7/8 inch plastic-lined tubing set in a packer located at approximately 7,600 feet.

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Marbob Energy Corporation
December 21, 2001
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The injection authority granted herein shall terminate one year after the effective date of this order if the operator has not commenced injection operations into the subject well, provided however, the Division, upon written request by the operator, may grant an extension thereof for good cause shown.

Approved at Santa Fe, New Mexico, on this 21st day of December, 2001.



LORI WROTENBERY, Director

LW/DRC

cc: Oil Conservation Division – Artesia
Bureau of Land Management-Carlsbad