Mission 30-015-29-97-81df-Soopher vitaulred

Form 3160-3 (July 1989) (!ormerly 9-331C)

ARTESIA N. N. 1862 40.2634 reverse side) UNITED STATES DEPARTMENT OF THE INTERIOR

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

| | | | O. 1112, 1 | いいしたひしひ | π | | | | | | |
|--|--|--------------|-------------------------|------------|---|---------------------------|---|--|--------------|--------------|--|
| | ADDRESS OF OPERATOR P. O. BOX 227 Artes INTERPOSA LOCATION OF WELL (Report location clean) and in accordance with any State requirements. At surface At proposed prod. zone SAME DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE. EAST OF ARTESIA ON HWY 82 APPROX 20.7 MILES DISTANCE FROM PROPOSED. LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig. unit line, if any) DISTANCE FROM PROPOSED LOCATION. TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 4800' | | | | | | 5. LEASE DESI | GNATION | AND SERIAL | NO. | |
| APPLIC | ATION FOR | LC-028793C | | | | | | | | | |
| In TYPE OF MA | AHON TOR | PERMIT IC | DRILL, | DEEPEN, | OR PLUG | BACK | 6. IF INDIAN, | ALLOTTE | OR TRIBE NA | ME | |
| | DRILL X | | | | | | UNIT AGRE | | | 3_ | |
| WELL X | | 0.000 | | SINGLE | C MULTU | | BURCH KE | ELY U | NIT | | |
| 2. NAME OF OPI | | OTHER | | ZONE | ZONE | | 8. FARM OR LI | | | | |
| Marbob | Energy Corp | 山力以 | The mast add a thore to | | | 1 20 KOH KEELI UNII //4// | | | | | |
| 3. ADDRESS OF | PERATOR | JI de l'Oli | 170 | <u> </u> | 505-748-33 | 23 | 9. WELL NO. | | | | |
| P. O. | BOX 227 | artoadd mum | | | 1273 | 17/2 | 844 | | | | |
| 4. LOCATION OF WELL (Report location cleans and the second of the second | | | | | | | | 10. FIELD AND POOL, OR WILDCAT | | | |
| | | | | | | | | GRBG JACKSON SR O GRBG SA | | | |
| At proposed prod. zone BY STATE | | | | | | | | 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA | | | |
| | MILES AND DIRECT | MITH | | | | | SEC. 23-T17S-R29E | | | | |
| | | | | | r, | *** | 12. COUNTY OR | PARISH | 13 STATE | | |
| LAST OF | ARTESIA ON H | WY 82 APPROX | 20.7 MI | LES \ | 6, | | EDDY | | | | |
| LOCATION TO PROPERTY OF (Also to nes | OM PROPOSED NEAREST LEASE LINE, FT. Pest drig. unit line. | . if any 6 | | 16. NO. OF | | 17. NO. O | F ACRES ASSIGNATION WELL 40 | ED . | NM | _ | |
| 18. distance fr | OM PROPOSED LOCA | TIONS | | | | 20 | . • | | | | |
| OR APPLIED FO | R, ON THIS LEASE, FI | | | | | 20. ROTAR | T OR CABLE TOO | LS | • | _ | |
| 21. ELEVATIONS (| Show whether DF, R | T, GR, etc.) | | | | <u> </u> | ROTARY | | | | |
| 3589' GR | | | | | | | 22. APPROX. D | | K WILL START | r• | |
| 23. | | | | | | | 12/1/98 | | | | |
| | | PRO | POSED CASIN | IG AND CEM | NTING PROGRAM | O CHAMBO | A 5 5290 A 60 A 60 | | 2.000 | | |
| HOLE SIZE | CASING SIZE | WE IGHT/FOOT | | GRADE | THREAD T | YDE | A P. S. | | | | |
| <u>12 1/4"</u> | 8 5/8" | 24# | | -55 | 111111111111111111111111111111111111111 | " - | BETTING DEPTH | UUAN | ILL OF CENEN | <u> </u> | |
| 7 7/8" | 5 1/2" | 17 <i>#</i> | | -55 | ST&C | 250 | 3504001 | 300 | | <u> </u> | |
| | | | | | LT&C | | 4800' | | | <u>o_</u> co | |
| | 1 | | 1 | • | i | i | | | OIL & GA | S | |
| | | | | | • | 1 | | HORI | ZONS | | |

PAY ZONE WILL BE SELECTIVELY PERFORATED AND STIMULATED AS NEEDED FOR OPTIMUM PRODUCTION.

ATTACHED ARE:

- 1. WELL LOCATION AND ACREAGE DEDICATION PLAT
- 2. SUPPLEMENTAL DRILLING DATA
- SURFACE USE PLAN

MASTER SURFACE USE PLAN ON FILE AT BLM ROSWELL

** THIS APD WAS PREVIOUSLY APPROVED ON 4/8/97

APPROVAL SUBJECT TO GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on proposed in 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 TITLE Production Clerk SIGNED

(This space for Federal or State office use) PERMIT NO Acting MORIE SGD.) ARMANDO A. LOPEZ Assistant Field Office Manager, Lands and Minerals TITLE CONDITIONS OF APPROVAL, IF ANY :

*See Instructions On Reverse Side

DISTRICT I P.O. Box 1980, Hobbs, NM 88241-1989

State of New Mexico Energy, Minerale and Natural Resources Depart

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. Artonia, NM 88211-0719

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

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

OIL CONSERVATION DIVISION P.O. Box 2088

Santa Fe, New Mexico 87504-2088

AMENDED REPORT

| O, BOX 2000, SAN D | | • | WELL LO | CATION | AND ACRE | AGE DEDICATI | ON PLAT | | | | | |
|--------------------|-----------|--------------|---------------------|----------|---------------------------|---------------------------|--|------------------------|------------------------|--|--|--|
| API | Number | | Pool Code | | | Pool Name | | | | | | |
| | | | 28509 | | | GRBG JACKSON SR Q GRBG SA | | | | | | |
| Property Code | | | | ·, | Property Na JRCH KEEL | | Well Number 844 | | | | | |
| 6497 | | | BUKCH K | | | · | Elevation | | | | | |
| OGRID No. | | | | | 3589' | | | | | | | |
| 14049 | 14049 | | | MARBO | | | | | | | | |
| | | | | | Surface Lo | | | / | County | | | |
| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | i · · · · · | Feet from the | East/West line | EDDY | | | |
| | 23 | 17 S | 29 E | | 2625 | SOUTH | 660 | EAST | 2001 | | | |
| | | | Bottom | Hole Loc | eation If Diff | ferent From Sur | face | | | | | |
| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County | | | |
| | | | 1 | | | | ' | | | | | |
| Dedicated Acre | s Joint o | or infili Co | nsolidation | Code Or | der No. | N 0 | | | | | | |
| 40 | } | | | | | • | | | | | | |
| NO ALLO | WABLE V | VILL BE A | ssigned Non—Stan | TO THIS | COMPLETION IT HAS BEEN | UNTIL ALL INTE | RESTS HAVE BE THE DIVISION | EN CONSOLID | ATED | | | |
| | | | | | | | OPERATO | OPERATOR CERTIFICATION | | | | |
| | . | | | | | | Signature RHONDA Printed Nam PRODUCT Title 10/28/98 Date | ION CLERK | aformation lete to the | | | |
| | | | | | | 3591.3° — 3589.1 | | OR CERTIFICA | TION | | | |

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 supervises, and that the same is true and correct to the best of my belief. FEBRUARY 19, 1997 CDG Date Surveyed Signature & Seal of Professional Surveyor

T 660

3585.7

3585.57

K97-11-0333:

Certificate No. JOHN W. WEST RONALD EIDSON GARY EIDSON 676 3239

DRILLING PROGRAM

Burch Keely Unit No. 844 2625' FSL and 660' FEL Section 23-17S-29E Eddy County, New Mexico

10. Anticipated Starting Date and Duration of Operations

Spud Date:

Approximately December I, 1997

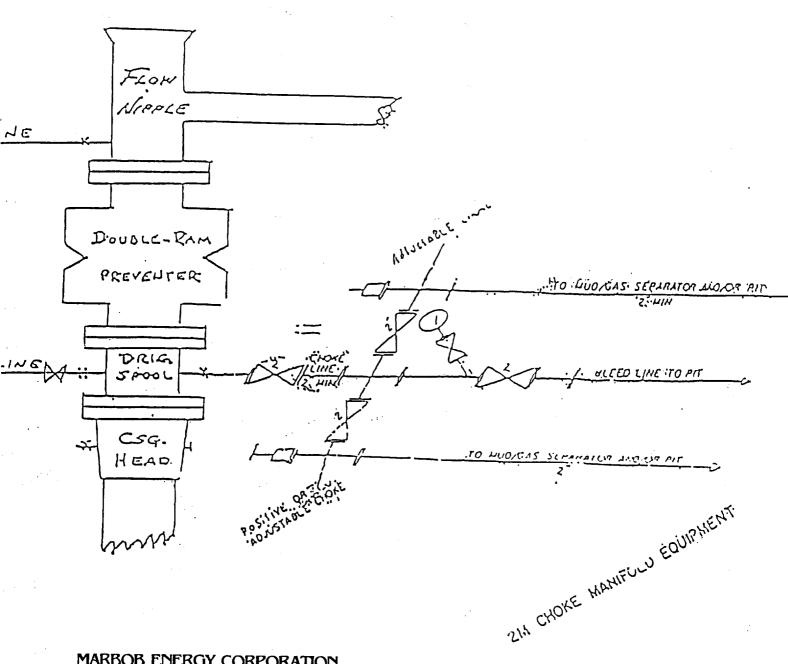
Duration of Operations: Once commenced, the drilling operations should be completed in approximately 21 days. If the well is productive, an additional 30 to 60 days will be required for completion and testing of the well.

SURFACE USE AND OPERATING PLAN

Burch Keely Unit No. 844 2625' FSL and 660' FEL Section 23-17S-29E Eddy County, New Mexico

- I.(c) Directions to Locations: Proceed east on U.S. 82 from Artesia for approximately 20.7 miles. Turn south on Three Trees road. Then, turn east and proceed .I miles. The road runs through the proposed well location.
- 4.(a) If productive, this well will use Satellite 'A'.

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

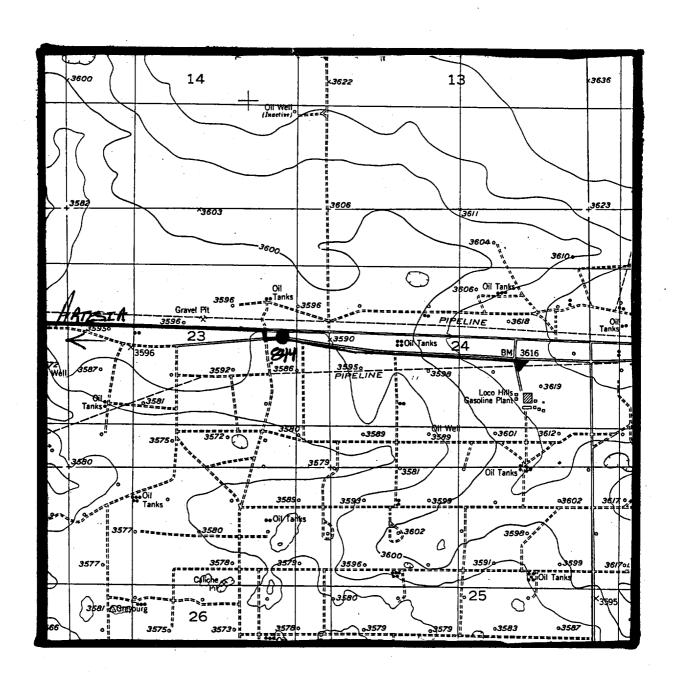


MARBOB ENERGY CORPORATION

Burch Keely Unit No. 844 2625' FSL and 660' FEL Section 23-17S-29E Eddy County, New Mexico Exhibit #1

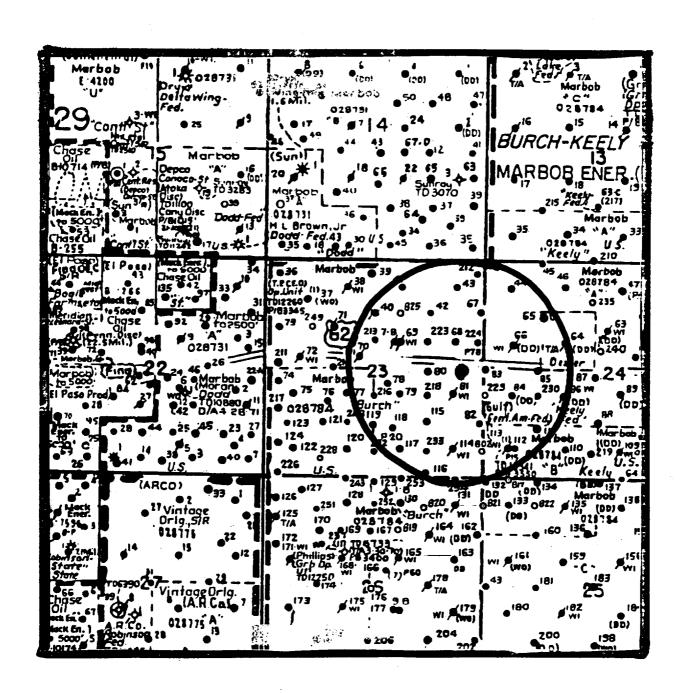
Attachment to Exhibit #1 NOTES REGARDING THE BLOWOUT PREVENTERS

- 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.



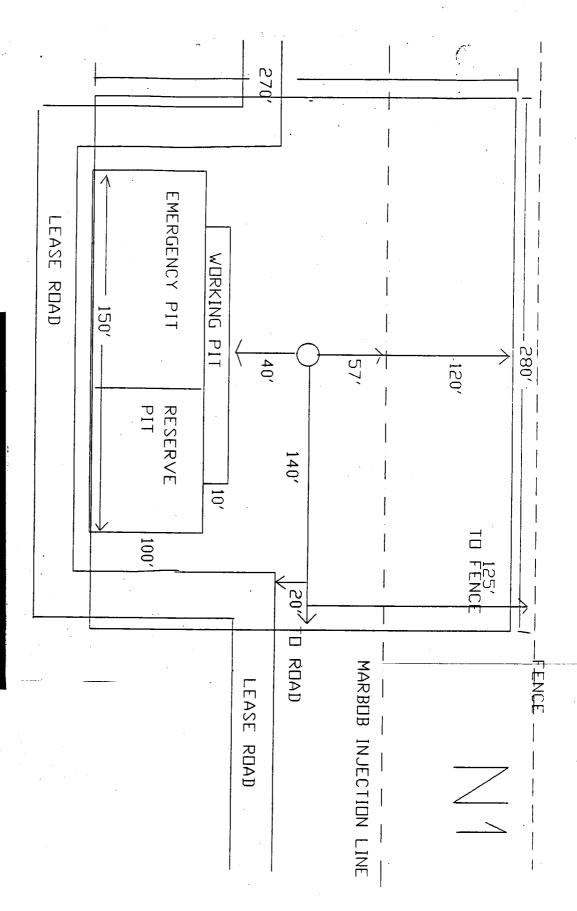
MARBOB ENERGY CORPORATION

Burch Keely Unit No. 844 2625' FSL and 660' FEL Section 23-17S-29E Eddy County, New Mexico Exhibit #3



MARBOB ENERGY CORPORATION

Burch Keely Unit No. 844 2625' FSL and 660' FEL Section 23-17S-29E Eddy County, New Mexico Exhibit #4



MARBOB ENERGY

BURCH-KEELY UNIT #844 2625' FSL & 660' FEL

SEC. 23-T17S-R29E EDDY COUNTY, NEW MEXICO