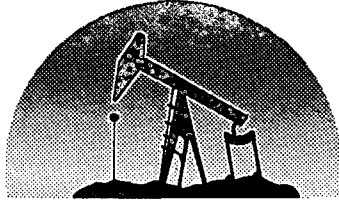


Release May 21, 1986

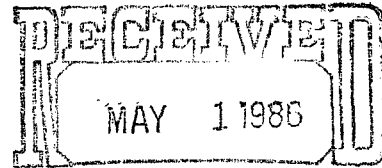
By DEC



**marbob**  
energy corporation

NSL - ~~2154~~ 2268  
RULE Ordering Paragraph  
#3, R-7808

April 28, 1986



OIL CONSERVATION DIVISION  
SANTA FE

Richard L. Stamets  
Director  
Oil Conservation Division  
P. O. Box 2088]  
Santa Fe, New Mexico 87501  
Attention: David Catanach

Dear Mr. Stamets:

*Grayburg Jackson Seven Rivers Queen  
Grayburg San Andres Pool.  
40 acres dedicated SW 1/4 SE 1/4 Sec 22*

The purpose of this letter is to request administrative approval without notice and hearing of an unorthodox well location pursuant to Order R-7808 of the New Mexico Oil Conservation Division. The following is the footage location for which administrative approval of an unorthodox well location is sought:

M. DODD "A" NO. 38  
330 FSL 2410 FEL  
Section 22, T-17S, R-29E  
Eddy County, New Mexico

The well will be completed in the Garyburg San Andres formation in the Grayburg Jackson Seven Rivers Queen Grayburg San Andres Pool. Note that this location is no closer than 330 feet to an outer boundary of a lease, or in the case of a unit, unitized area, nor closer than 10 feet to any quarter quarter section line of subdivision inner boundary.

Attached to this application as Exhibits "A" through "C" are the following:

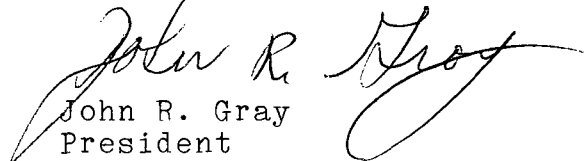
- A. Well location and Acreage  
Dedication Plat (Forms C-102)  
filed with the Artesia office  
of the Oil Conservation  
Division (Exhibit "A").
- B. A plat showing the proposed  
unorthodox location, the  
respective proration units,  
and the offsetting proration  
units including ownership of  
the offsetting proration units  
in the Grayburg San Andres  
formation in the Grayburg  
Jackson Seven Rivers Queen  
Grayburg San Andres Pool  
(Exhibit "B").

- C. Copies of the letters of notification sent to operators or owners of proration units offsetting proration units containing the proposed unorthodox locations in the Grayburg Jackson Seven Rivers Queen Grayburg San Andres Pool (Exhibit "C").

The letters attached as Exhibit "C" have been sent to the offset operator by certified mail and they have been requested to notify you if they have any objection. Note that with the exception of the operators notified, Marbob Energy Corporation is the operator of all offsetting proration units in the Grayburg San Andres formation of the Grayburg Jackson Seven Rivers Queen Grayburg San Andres Pool.

Thank-you very much for your help in this matter. Should you have any further questions or be in need of any additional information, please contact Ron Head or Raye Miller.

Sincerely,

  
John R. Gray  
President

JRG/rsn

Enclosures



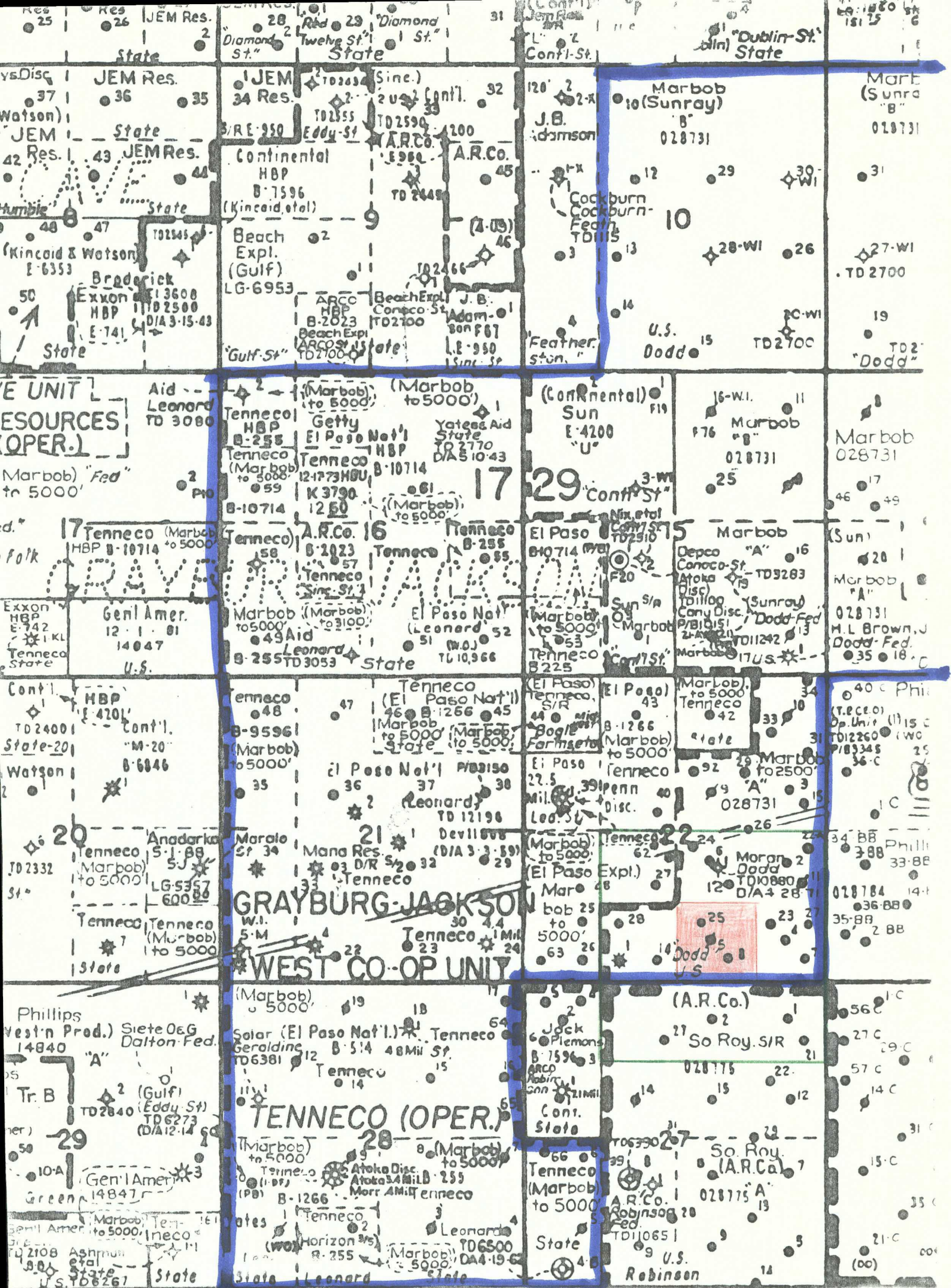


Exhibit "D"



Proration units containing proposed unorthodox locations



Border of offsetting proration units



Border of acreage encompassed with R-7808



**NEW MEXICO OIL CONSERVATION COMMISSION  
WELL LOCATION AND ACREAGE DEDICATION PLAT**

Form C-102  
Supersedes C-128  
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

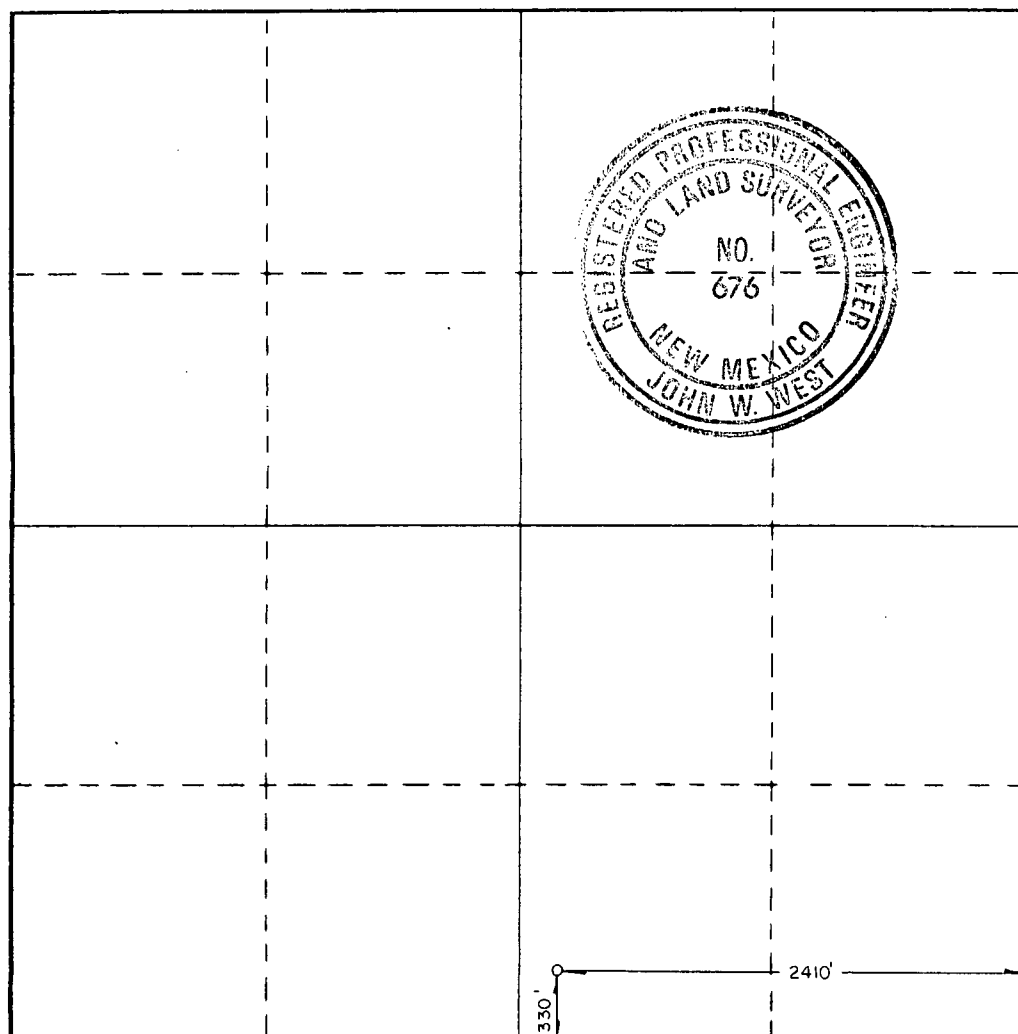
Operator <b>MARBOB ENERGY CORP.</b>			Lease <b>M. DODD "A"</b>		Well No. <b>38</b>
Unit Letter <b>0</b>	Section <b>22</b>	Township <b>17 SOUTH</b>	Range <b>29 EAST</b>	County <b>EDDY</b>	
Actual Footage Location of Well: <b>330</b> feet from the <b>SOUTH</b> line and <b>2410</b> feet from the <b>EAST</b> line					
Ground Level Elev. <b>3550.0'</b>	Producing Formation		Pool		Dedicated Acreage:  Acres

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

☐ Yes    ☐ No    If answer is "yes," type of consolidation \_\_\_\_\_

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) \_\_\_\_\_

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



**CERTIFICATION**

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

Name \_\_\_\_\_

Position \_\_\_\_\_

Company \_\_\_\_\_

Date \_\_\_\_\_

*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 knowledge and belief.*

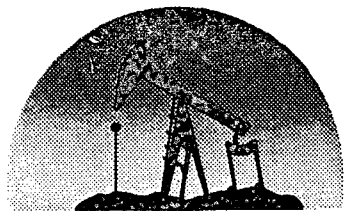
Date Surveyed

**APRIL 24, 1986**

Registered Professional Engineer  
and/or Land Surveyor

*John W. West*

Certificate No. **JOHN W. WEST, 676**  
**RONALD J. EIDSON, 3239**



**marbob**

energy corporation

**RECEIVED**

APR 30 1986

SOUTH AREA PRODUCTION  
PERMIAN DISTRICT

MAY 12 1986

OIL CONSERVATION DIVISION  
SANTA FE

2268

April 28, 1986

ARCO Oil and Gas Company  
P. O. Box 1610  
Midland, Texas 79702

RE: M. Dodd "A" No. 38  
330 FSL 2410 FEL  
Section 22, T-17S, R-29E  
Eddy County, New Mexico

Gentlemen:

Marbob Energy Corporation as operator of the above referenced well hereby notifies you that we have applied to the New Mexico Oil Conservation Division for administrative approval without notice and hearing of unorthodox locations pursuant to Order R-7808 of the New Mexico Oil Conservation Division.

You are being contacted as an operator or owner of a proration unit offsetting the above referenced location in the Grayburg Jackson Seven Rivers Queen Grayburg San Andres Pool. If you have no objection to the drilling of this well, please sign below and forward one copy to the NMOCD, P. O. Box 2088, Santa Fe, New Mexico 87501, one copy to this office, and retain one copy for your files.

If you have an objection, please contact Marbob and the NMOCD at the above address and state your reason for the objection.

Thank-you very much for your cooperation in this matter. Please do not hesitate to contact me should you have any questions.

Sincerely,

*Ron Head*  
Ron Head  
Land Department

**RECEIVED**

APR 30 1986

SOUTH AREA PRODUCTION  
PERMIAN DISTRICT

RH/rn

APPROVAL

COMPANY: ARCO Oil and Gas  
BY: W.C. Jones David C. Douglas  
TITLE: Area Engineer  
DATE: 5/8/86

CRRR

**RECEIVED**

APR 30 1986

SOUTH AREA PRODUCTION  
PERMIAN DISTRICT