

March 11, 1996

Marbob Energy Corporation P.O. Box 227 Artesia, New Mexico 88211-0227

Attn: Mr. David Martin

Re: Recent Application for Authorization to Inject - Burch-Keely Waterflood Project

Dear Mr. Martin:

Reference is made to your recent application received by this office on February 7, 1996. In reviewing the application, it became apparent that administrative approval cannot be granted until additional information is provided.

In the tabulated information of area of review well construction, four wells indicated "NO INFORMATION" or "NONE". Without this information, approval could only be granted with the condition that a well be cement squeezed or, in the case of a plugged well, re-entered and re-plugged.

The District office in Artesia may have this information, as may our files in Santa Fe. The district files however, are generally more complete. If in fact this information is not available, the above conditions would still apply. You of course have the option to bring your case to an examiner hearing, but I feel confident that they would render the same opinion.

If I may be of assistance, please don't hesitate to call.

ery truly yours, Benjamin E. Stone

Petroleum Engineering Specialist

/BES

cc: file