

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

July 25, 2001

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

Attention: Mr. Dean Chumbley

Re: Form C-108 Application

Dear Mr. Chumbley:

This letter acknowledges the receipt of your administrative application dated July 20, 2001, to convert the Durango "15" State Com No. 1 located in Section 15, Township 17 South, Range 29 East, NMPM, Eddy County, New Mexico, to a disposal well. The Division received your application on July 23, 2001.

Our preliminary review indicates that the information provided in the application is not sufficient to process the administrative order. The following information is necessary:

- a) Is the Delta Wing Federal Well No. 1 the only well within the "Area of Review" that penetrates the proposed injection interval. Your application is not clear on this point.
- b) Copy of the publication notice.

Since the submitted information is insufficient to review, the application was **Ruled Incomplete** on July 25, 2001. Please submit the above stated information by August 1, 2001.

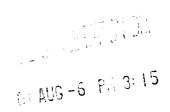
The Division cannot proceed with your application until the required information is submitted. Upon receipt, the division will continue to process your application. The additional information can be faxed, or mailed to the Division. If the necessary information is not submitted, your application will be returned to you.

If you have any questions, please contact me in Santa Fe, at (505) 476-3466.

Sincerely

David Catanach
Petroleum Engineer





3 August 2001

New Mexico Energy, Minerals and Natural Resources Dept. Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

Attn: Mr. David Catanach

RE: C-108 Application on Durango 15 State Com No. 1

Section 15, Township 17 South, Range 29 East, NMPM, Eddy County

Dear Mr. Catanach:

In your letter dated July 25, 2001, you ruled our C-108 application incomplete and requested the following information:

- a) Is the Delta Wing Federal Well No. 1 the only well within the "Area of Review" that penetrates the proposed injection interval? Your application is not clear on this point.

 Answer: We apologize for not being clear on this. Yes, the Delta Wing Fed. No. 1 is the only well that penetrates the proposed injection interval within the ½ mile radius area of review.
- b) Copy of the publication notice. Answer: A copy of the publication notice and two waiver letters are attached.

Please let us know if we need to mail this response to you in addition to faxing it. If you have any questions, please contact Dean Chumbley at 505-748-3303.

Sincerely.

Dean Chumbley

Attachments

Affidavit of Publication

NO.

17411

STATE OF NEW MEXICO

County of Eddy:

Gary D. Scott

being duly

sworn, says: That he is the

Publisher of The

Artesia Daily Press, a daily newspaper of general circulation, published in English at Artesia, said county and county and state, and that the here to attached

Legal Notice

was published in a regular and entire issue of the said
Artesia Daily Press,a daily newspaper duly qualified
for that purpose within the meaning of Chapter 167 of
the 1937 Session Laws of the state of New Mexico for

2 consecutive weeks/days on the same

day as follows:

First Publication July 24 2001
Second Publication July 29 2001

Third Publication

Fourth Publication

Subscribed and sworn to before me this

30th day of

July

Notary Public, Eddy County, New Mexico

My Commission expires

September 23, 2003

2001

Copy of Publication:

LEGAL NOTICE

Marbob Energy Corporation, Post Office Box Artesia, New Mexico 88211-0227 has filed Form C-108 (Application Authorization to Inject) with the New Mexico Conservation Division seeking administrative approval for a salt water disposal well. The proposed well, the Durango 15 State Com No. 1 is located 660' FNL and 660' FWL, Section 15, Township 17 South. Range 29 East, Eddy County, New Mexico. Disposal water will' sourced from area wells producing from the Seven Rivers. Grayburg, San Andres. and Yeso formations. The water will be injected into the Cisco formation at a depth 8,750'-8900' at a maximum surface pressure of 1750 psi and a maximum

rate of 15,000 BWPD. Any interested party who has an objection to this must give notice in writing to the Oil Conservation Division, 1220 South Saint Francis Street, Santa Fe, New Maxicc 37305 within fifteen (15) days of this notice. Any interested party with questions or comments may contact Brian Collins at

Marbob Energy Corporation, Post Office Box 227, Artesia, Nèw Mexico 88211-0227 or call 505/748-3303. Published in the Artesia Daily Press, Artesia; N.M. July 24, 29, 2001 Legal 17411



July 20, 2001

Louis Dreyfus Natural Gas 14000 Quail Springs Parkway, Suite 600 Oklahoma City, Oklahoma 73134

> RE: Application to Inject – Durango "15" State No. 1

660' FNL - 660' FWL, Section 15-17S-29E

Eddy County, New Mexico

Gentlemen:

Enclosed, for your review, is a copy of Marbob Energy Corporation's application to convert the above referenced well into a saltwater disposal well. As a requirement of the New Mexico Oil Conservation Division, we are notifying you because you have been identified as operator or surface owner. objections must be submitted in writing to the NMOCD, 1220 S. St. Francis Drive, Santa Fe, New Mexico 87505. Objections must be received within fifteen (15) days of receipt of this letter. If you have no objections to our application, please indicate below and return one copy to our office.

Please do not hesitate to contact us should you have any questions.

Sincerely.

Dean Chumblev Land Department

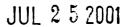
DC/mm **Enclosures**

Louis Dreyfus Natural Gas has no objection to the proposed disposal well:

By: Title:

Joe W. Hammond, District Landman

Date: 7-23-01





July 20, 2001

Paul Slayton
Post Office Box 2035
Roswell, New Mexico 88202

RE: Application to Inject – Durango "15" State No. 1

660' FNL - 660' FWL, Section 15-17S-29E

Eddy County, New Mexico

Gentlemen:

Enclosed, for your review, is a copy of Marbob Energy Corporation's application to convert the above referenced well into a saltwater disposal well. As a requirement of the New Mexico Oil Conservation Division, we are notifying you because you have been identified as operator or surface owner. Any objections must be submitted in writing to the NMOCD, 1220 S. St. Francis Drive, Santa Fe, New Mexico 87505. Objections must be received within fifteen (15) days of receipt of this letter. If you have no objections to our application, please indicate below and return one copy to our office.

Please do not hesitate to contact us should you have any questions.

Sincerely.

Dean Chumbley

Land Department

DC/mm
Enclosures

Paul Slayton has no objection to the proposed disposal well:

By:

Title:

OWNER

Date:

7-24-01