



**marbob**  
energy corporation

May 15, 2006

Oil Conservation Division  
1301 W. Grand  
Artesia, NM 88210

RECEIVED

MAY 16 2006

DOUGARTESIA

Attn: Gerry Guye

Re: Letter of Violation and Shut-In  
Directive Failed Mechanical Integrity Test

Accepted for record - NMOCD */s/*

Gerry:

In response to the above referenced letter dated 3/10/06 (copy attached), following are Marbob Energy Corporation's actions and comments:

Dodd Federal Unit #12 (30-015-02950) ~ After Brian Collins of our office had discussions with you & Mr. Daniel Sanchez, it was discovered that the allowable injection pressure in the NMOCD records system was incorrect for this well. The system information was for the Parkway Delaware Field that St. Mary's operates, not the Dodd Federal Unit #12 operated by Marbob. It was discovered that there is technically no injection pressure limit because of the vintage of the injection order. The original application to convert this well to injection service, subsequently approved as WFX-288 (with no pressure limit), included an estimated maximum injection pressure of 1300 psi. Per conversation with Mr. Sanchez, we will limit the injection pressure to 1300 psi and see if adequate injection volumes are attained. We agreed to revisit the maximum allowable pressure issue if 1300 psi was inadequate.

Burch Keely Unit #69 (30-015-03054) - This well was repaired & re-tested on 3/31/06.  
Form C-103 with this information was submitted to your office on 4/19/06.

Burch Keely Unit #168 (30-015-03132) - This well was repaired & re-tested on 4/6/05.  
Unfortunately, I neglected to submit Form C-103 with this information in a timely manner.  
Please find enclosed an original & one copy of Form C-103, with charts attached, stating all  
details of repair work and re-testing. Sorry for the inconvenience.

If you have any questions, or require further information, please don't hesitate to contact me.  
Thank you so much for your help in this matter.

Sincerely,

A handwritten signature in cursive script, appearing to read "Diana J. Briggs". The signature is fluid and stylized, with the first name "Diana" being the most prominent part.

Diana J. Briggs  
Production Analyst