

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

30-015-35526

BILL RICHARDSON

Governor Joanna Prukop Cabinet Secretary

Mark E. Fesmire, P.E. Director **Oil Conservation Division**

April 2, 2007

Marbob Energy Corporation P.O. Box 227 Artesia, NM 88211 Attn: Nancy Agnew or To Whom It May Concern:

Dear Mrs. Nancy Agnew or To Whom It May Concern:

RE: Marbob Energy Corporation: Application to drill (APD) for the Wild Cap State Com. #2

Surface location to be in Unit F, of Section 36, Township 19 South, Range 31 East, Eddy County, New

Mexico. API # 30-015-35526

In reference to the above noted APD, the New Mexico Oil Conservation Division (NMOCD) will require (in part) A detailed drilling and cementing program for the entire well bore.

As discussed, please note that if in case circulation is lost during the drilling of the Capitan Reef that fresh water will

Please e-mail to Mr. Tim Gum, our District Supervisor, a copy of the daily drilling report from surface to @ 4500'. Please call me if you have any questions about this matter.

Respectfully yours,

Bryan G. Arrant NMOCD's District II Geologist Artesia, New Mexico 505-748-1283 ext. 103

CC: Well file

Tim Gum, NMOCD-Artesia