

Permian Drilling Corporation

P. O. Box 726

(505)397-3798

Fax (505)393-2448

Hobbs, New Mexico 88241

INCLINATION REPORT



DATE: 3/14/2007

WELL NAME AND NUMBER: BKU 399

LOCATION: Eddy Co., NM

APR 27 2007

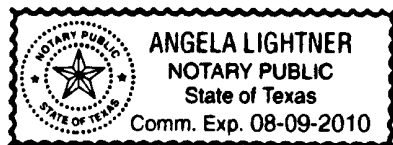
OPERATOR: MARBOB ENERGY CORP.

DRILLING CONTRACTOR: PERMIAN DRILLING CORPORATION

The undersigned hereby certifies that he is an authorized representative of the drilling contractor who drilled the above described well and that he has conducted deviation tests and obtained the following results:

DEGREE	DEPTH	DEGREE	DEPTH	DEGREE	DEPTH
0.75	354				
1.50	780				
1.00	1020				
1.50	1494				
1.25	1994				
0.75	2430				
1.00	2893				
1.00	3370				
0.75	3970				
1.00	4442				

Drilling Contractor:
Permian Drilling Corporation



By: Sherry Coskrey
Sherry Coskrey
Regulatory Clerk

Subscribed and sworn to before me on this 19th day of March, 2007.

My Commission Expires: 08-09-2010

Angela Lightner

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88211
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505



State of New Mexico
Energy, Minerals & Natural Resources

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-104
Revised Feb. 26, 2007

Submit to Appropriate District Office
5 Copies

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

¹ Operator name and Address Marbob Energy Corporation PO Box 227 Artesia, NM 88211-0227		² OGRID Number 14049
		³ Reason for Filing Code/ Effective Date NW
⁴ API Number 30 - 015-35400	⁵ Pool Name Grbg Jackson SR Q Grbg SA	⁶ Pool Code 28509
⁷ Property Code 6497	⁸ Property Name Burch Keely Unit	⁹ Well Number 399

II. ¹⁰ Surface Location

Ul or lot no. B	Section 23	Township 17S	Range 29E	Lot Idn	Feet from the 865	North/South Line North	Feet from the 2595	East/West line East	County Eddy
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¹¹ Bottom Hole Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
¹² Lse Code F	¹³ Producing Method Code P	¹⁴ Gas Connection Date 4/13/07	¹⁵ C-129 Permit Number	¹⁶ C-129 Effective Date	¹⁷ C-129 Expiration Date				

III. Oil and Gas Transporters

¹⁸ Transporter OGRID	¹⁹ Transporter Name and Address	²⁰ O/G/W
217817	ConocoPhillips Company 1020 Plaza Office Building Bartlesville, OK 74004	O-1269110 BKU CTB
217817	Same as above	O-2813232 BKU Sat E TB
36785	DCP Midstream, LP PO Box 50020 Midland, TX 79710-0020	G-2813488 BKU Sat D Gas Mtr

IV. Well Completion Data

²¹ Spud Date 2/28/07	²² Ready Date 4/12/07	²³ TD 4568'	²⁴ PBDT 4516'	²⁵ Perforations 4129' - 4384'	²⁶ DHC, MC
²⁷ Hole Size	²⁸ Casing & Tubing Size	²⁹ Depth Set	³⁰ Sacks Cement		
12 1/4"	8 5/8"	394'	300 sx		
7 7/8"	5 1/2"	4543'	1100 sx		
	2 7/8"	4133'			

V. Well Test Data

³¹ Date New Oil 4/13/07	³² Gas Delivery Date 4/13/07	³³ Test Date 4/15/07	³⁴ Test Length 24 hrs	³⁵ Tbg. Pressure	³⁶ Csg. Pressure
³⁷ Choke Size	³⁸ Oil 76	³⁹ Water 320	⁴⁰ Gas 364		⁴¹ Test Method P

⁴² I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

Signature:

Printed name:

Diana J. Briggs

Title:

Production Analyst

E-mail Address:

production@marbob.com

Date:

4/20/07

Phone:

(505) 748-3303

OIL CONSERVATION DIVISION

Approved by:

BRYAN G. ARANT

Title:

DISTRICT II GEOLOGIST

Approval Date:

APR 23 2007