District I 1625 N French Dr., Hobbs, NM 88240 District II 1301 W. Grand Ave., Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division

Form C-102 Permit 68893

District IV 1220 S. St Francis Dr., Santa Fe, NM 87505 1220 S. St Francis Dr. **Santa Fe, NM 87505**

1. API Number 30-015-36087	2. Pool Code 96061	3. Pool Name WC;DEVONIAN (GAS)DO NOT USE		
4. Property Code 36980	5 Property Name ARAPAHOE FEE		6. Well No. 001	
7. OGRID No. 14049	8. Operator Name MARBOB ENERGY CORP		9. Elevation 3727	

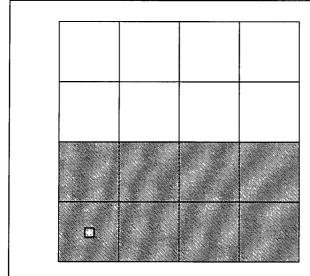
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
M	3	26S	24E	M	660	S	660	W	EDDY

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot I	dn	Feet From	N/S L	ine	Feet From	E/W Line	County
12. Dedicated Acres 320.00		13	3. Joint or Infill		14	. Consolidation Code			15. Order No.		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Diana Briggs Title: Production Analyst

Date: 2/5/2008

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Surveyed By: Gary Eidson Date of Survey: 1/17/2008

Certificate Number: 12641

Permit Conditions of Approval

Operator: MARBOB ENERGY CORP, 14049 Well: ARAPAHOE FEE #001

API: 30-015-36087

OCD Reviewer	Condition
	Pit construction and closure must satisfy all requirements of your approved plan, O.C.D. Rule 19.15.2.50, and the Pit and Below-Grade Tank Guidelines
BArrant	Operator must us fresh water mud in surface drilling.

Permit Comments

Operator: MARBOB ENERGY CORP , 14049 Well: ARAPAHOE FEE #001

API:

Created By	Comment	
	We plan to complete this well in the Devonian which is sweet and we don't anticipate cutting any formations that contain H2S gas during the drilling of the above referenced well. Therefore, we do not believe that an H2S contingency plan is necessary.	2/5/2008
MARBOB4	Marbob will be using a closed mud loop system with fresh water pits.	2/5/2008