

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTOil Cons.
NM, DIV-Dist. 2
1301 W. Grand Avenue
Alhambra, NM 88210FORM APPROVED
OMB NO. 1004-0137
Expires: February 28, 1995

5. LEASE DESIGNATION AND SERIAL NO.

NMLC029295B

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME, WELL NO.

LEE FEDERAL #37

9. API WELL NO.

30-015-32769

10. FIELD AND POOL, OR WILDCAT

CEDAR LAKE; YESO

11. SEC., T., R., M., OR BLOCK AND SURVEY
OR AREA

SEC. 17-T17S-R31E

12. COUNTY OR PARISH 13. STATE

EDDY

NM

15. DATE SPUDDED 16. DATE T.D. REACHED 17. DATE COMPL. (Ready to prod.)

7/8/03

7/17/03

8/28/03

18. ELEVATIONS (DF, RKB, RT, GE, ETC.)*

3722' GL

19. ELEV. CASINGHEAD

20. TOTAL DEPTH, MD & TVD

5281'

21. PLUG, BACK T.D., MD & TVD

5269'

22. IF MULTIPLE COMPL.,
HOW MANY*23. INTERVALS
DRILLED BY

ROTARY TOOLS

0 - 5281'

CABLE TOOLS

24. PRODUCING INTERVAL(S), OF THIS COMPLETION-TOP, BOTTOM, NAME (MD AND TVD)*

4731' - 5059' YESO

25. WAS DIRECTIONAL
SURVEY MADE

NO

26. TYPE ELECTRIC AND OTHER LOGS RUN

DLL, CSNG

27. WAS WELL CORED

NO

28. CASING RECORD (Report all strings set in well)

CASING SIZE/GRADE	WEIGHT, LB./FT.	DEPTH SET (MD)	HOLE SIZE	TOP OF CEMENT, CEMENTING RECORD	AMOUNT PULLED
13 3/8" H40	48#	298'	17 1/2"	470 SX, CIRC	NONE
8 5/8" J55	24#	1454'	12 1/4"	600 SX, CIRC	NONE
5 1/2" J55	17#	5281'	7 7/8"	1050 SX, CIRC	NONE

29. LINER RECORD

SIZE	TOP (MD)	BOTTOM (MD)	SACKS CEMENT*	SCREEN (MD)	SIZE	DEPTH SET (MD)	PACKER SET (MD)
					2 7/8"	4720'	

30. TUBING RECORD

31. PERFORATION RECORD (Interval, size and number)

4731' - 5059' (20 SHOTS)

32. ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC.

DEPTH INTERVAL (MD)

4731' - 5059'

AMOUNT AND KIND OF MATERIAL USED

ACDZ W/ 2000 GAL 15% HCL ACID

33. * PRODUCTION

DATE FIRST PRODUCTION

8/30/03

PRODUCTION METHOD (Flowing, gas lift, pumping--Size and type of pump)

PUMPING

WELL STATUS (Producing or
shut-in)

PROD

DATE OF TEST

9/12/03

HOURS TESTED

24

CHOKE SIZE

PROD'N FOR
TEST PERIOD

OIL--BBL.

194

GAS--MCF.

294

WATER--BBL.

608

GAS-OIL RATIO

FLOW. TUBING PRESS.

CASING PRESSURE

CALCULATED
24-HOUR RATE

OIL--BBL.

GAS--MCF.

WATER--BBL.

OIL GRAVITY-API (CORR.)

34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.)

SOLD

35. LIST OF ATTACHMENTS

LOGS DEVIATION SURVEY

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records

SIGNED

TITLE

PRODUCTION ANALYST

PETROLEUM ENGINEER

*(See Instructions and Spaces for Additional Data on Reverse Side)

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

37. SUMMARY OF POROUS ZONES: (Show all important zones of porosity and contents thereof; cored intervals; and all drill-stem, tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures, and recoveries):

38. GEOLOGICAL MARKERS			38. GEOLOGICAL MARKERS		
NAME	TOP		NAME	TOP	
	MEAS. DEPTH	TRUE VERT. DEPTH		MEAS. DEPTH	TRUE VERT. DEPTH
YATES	1540'				
QUEEN	2433'				
SAN ANDRES	3156'				
GLORIETA	4644'				

L & M DRILLING, INC.

OIL WELL DRILLING CONTRACTORS

PO BOX 1370

ARTESIA, NEW MEXICO 88211-1370

(505) 746-4405 746-3518 748-2205

July 28, 2003

Marbob Energy Corporation
PO Drawer 227
Artesia, NM 88211-0227

RE: Lee Federal #37
330' FSL & 4300' FEL
Sec. 17, T17S, R31E
Eddy County, New Mexico

Gentlemen:

The following is a Deviation Survey for the above captioned well.

DEPTH	DEVIATION	DEPTH	DEVIATION
208'	3/4°	2829'	2 1/2°
268'	3/4°	3304'	2 1/2°
749'	3/4°	3797'	2°
1245'	1 3/4°	4296'	1 3/4°
1443'	1 1/4°	4787'	2°
1692'	1 1/2°	5245'	1 3/4°
1934'	1 1/4°	5281'	1 3/4°
2434'	1 1/2°		

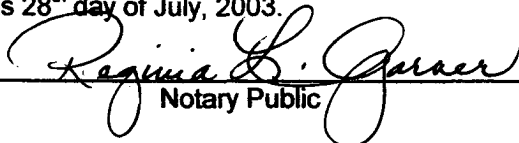
Very truly yours,



C. E. LaRue
President

STATE OF NEW MEXICO }
COUNTY OF EDDY }

The foregoing was acknowledged before me
this 28th day of July, 2003.


Notary Public

