| District I<br>1625 N. Frend         | ch Dr., Hob                 | bs, NM 8               | 3 <b>82</b> 40                 |                           | En   | Sta<br>ergy Min            | te of Ne<br>erals and             |             |                             | urces                    |   | Form C-101<br>May 27, 2004 |  |
|-------------------------------------|-----------------------------|------------------------|--------------------------------|---------------------------|--|----------------------------|-----------------------------------|-------------|-----------------------------|--------------------------|---|----------------------------|--|
| District II<br>1301 W. Gran         | nd Avenue,                  | Artesia, I             | NM 88210                       | )                         |  |                            |                                   |             |                             |                          |   | ropriate District Office   |  |
| <u>District III</u><br>1000 Rio Bra | zos Road, A                 | Aztec, NM              | 1 87410                        |                           | Oil Conservation Division                        |                            |                                   |             |                             |                          |   |                            |  |
| District IV<br>1220 S. St. Fr       | ancis Dr. S                 | Santa Fe               | NM 8750*                       | 5                         | 1220 South St. Francis Dr.<br>Santa Fe, NM 87505 |                            |                                   |             |                             | MAR 3                    | MAR 3 0 2006 AMENDED REPORT               |                            |  |
|                                     |                             |                        |                                |                           |  |                            |                                   |             |                             |                          |   |                            |  |
| AFFL                                |                             | UNT                    |                                |                           | and Addre  |                            |                                   | CK, DI      | CEPE                        | N, PLUGBA                | <sup>2</sup> OGRID Nur                    | DD A ZONE                  |  |
|                                     |                             |                        |                                |                           |  |                            |                                   |             |                             | 14049                    |   |                            |  |
| Marbob                              | Energy                      | Corpo                  | oration.                       | P.O. B                    | Box 227, Artesia, NM 88211-0227                  |                            |                                   |             | 27                          |                          | <sup>3</sup> API Number<br>30 - 025-24912 |                            |  |
| <sup>3</sup> Prope                  | erty Code                   |                        |                                |                           | Property Name                                    |                            |                                   | 30-025-2    |                             | Well No.                 |   |                            |  |
| 3                                   | 557                         | 14                     |                                |                           | Bell 17 State                                    |                            |                                   |             |                             |                          | 1   |                            |  |
|                                     |                             |                        | <sup>9</sup> Propose<br>Undesi | ed Pool 1<br>ignated      | Hum  | o Anod                     | $a_{\rm u}$                       | 4           |                             | <sup>10</sup> Prop       | osed Pool 2                               |                            |  |
|                                     |                             |                        |                                | 0                         | ~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~           |                            | ice Loca                          | tion        |                             |                          | <u>,</u>                                  | · · · · ·                  |  |
| UL or lot no.                       | Section                     | Townsh                 |                                | Range                     | Lot  |                            | eet from the                      | North/S     | South line                  | Feet from the            | East/West line                            |                            |  |
| G                                   | 17                          | 16S                    |                                | 33E                       | 1.0  | <u> </u>                   | 1980'                             |             | orth                        | 1980'                    | East                                      | Lea                        |  |
| UL or lot no.                       | Section                     | Townsh                 | in                             | Range                     | Lot  | om Hole L                  | ocation If                        | 1           | outh line                   | Feet from the            | East/West line                            | e County                   |  |
|                                     | L                           |                        |                                |                           |  |                            |                                   |             |                             |                          |   | County                     |  |
| <sup>11</sup> Work                  | Type Code                   |                        | <sup>12</sup> W                | ell T <del>ype-C</del> o  |  | ditional 13                | Well Inf                          | ormati      | -                           | Lease Type Code          | 15  | Ground Level Elevation     |  |
|                                     | E                           |                        |                                | $\mathcal{F}$             |  |                            | Cuolon Kotary                     |             |                             | ~5                       |   | 4240'                      |  |
| <sup>16</sup> M                     | fultiple                    |                        |                                | oposed Dep<br>4300'       | th   | 1                          | <sup>8</sup> Formation<br>Penrose |             |                             | <sup>19</sup> Contractor | 122324                                    | 25 Spud Date<br>4/28/06    |  |
| Depth to Grou                       | undwater                    |                        |                                |                           | Distanc  | e from neares              | t fresh water                     |             | 1000                        | Distance from            | n nearest surfac                          | e water 5                  |  |
| Pit: Liner                          | : Synthetic                 | 200<br>12              | mils thick                     | Clay [                    | Pit Vol  | ume: 3000 bt               | ols                               |             | • 1000<br>ing <u>Method</u> |                          | Contract                                  | <u>&gt;{1000</u><br>√000 > |  |
| Close                               | ed-Loop Sys                 | stem 🔲                 |                                | -                         |  |                            |                                   |             | resh Water                  | Brine Di                 | esel/Oil-based                            | Gas/Air 🔄                  |  |
|                                     |                             |                        |                                | 21                        | Propos   | ed Casin                   | ig and C                          | ement       | Progra                      |                          |   | 4                          |  |
| Hole S                              | Size                        |                        | Casing Siz                     | e                         | Casing   | g weight/foot              |                                   | Setting D   | epth                        | Sacks of Ce              | ment                                      | Estimated TOC              |  |
| 17 1/2                              | 2"                          |                        | 13 3/8'                        | ,                         | 4  | 54.5#                      |                                   | 407         | ,                           | 400                      | Ne olac                                   | Circ                       |  |
| 11'                                 | »                           |                        | 8 5/8"                         |                           |  | 32#                        |                                   | 4455        | ;'                          | 375                      |   | 3400'                      |  |
|                                     |                             | <u> </u>               |                                |                           |  |                            | _                                 |             |                             |                          |   |                            |  |
|                                     |                             |                        |                                |                           |  |                            |                                   |             |                             |                          |   | Annroval                   |  |
| <sup>22</sup> Describe t            | he proposed                 | d progran              | n. If this a                   | pplication                | is to DEE  | PEN or PLU                 | G BACK, gi                        | ve the da   | ta on the p                 | Expires 1 Y(             | Date and propos                           | sed new productive zone.   |  |
|                                     | blowout pr                  | evention               | program, i                     | liany. Us                 | e additiona                                      | il sneets if ne            | cessary.                          |             | (27 <b>-19</b> 99-9         |                          | -Entr                                     |                            |  |
| Reentry                             |                             |                        |                                |                           |  |                            |                                   |             |                             |                          |   | 1                          |  |
| Plan to drill o<br>surface with 2   | out cement p<br>250 sx Clas | plugs 0-1<br>s "C" wit | 03' and 34<br>h 2% CaC         | 7'-521' (te<br>12 (14 8 m | op of 8 5/8                                      | "), dress off              | 8 5/8" stub,                      | run 8 5/8   | "/24/J5                     | 5 / STC from 521'        | to surface and                            | cement from 521' to        |  |
|                                     |                             |                        |                                |                           |  | •                          |                                   | A' 000      | *****                       |                          |   |                            |  |
| 3880'-3900'                         | on rod pum                  | p. The P               | , 1281 -14<br>enrose will      | 1 be acidiz               | 2750 - 2750<br>ed with 10                        | $00$ gals. 7 $\frac{1}{2}$ | out to $\pm 430$<br>% HCI and     | proppant    | fractured v                 | with 40,000 lbs. sa      | casing to 500 p<br>nd.                    | si and test the Penrose    |  |
| If the 8 5/8" v                     | won't test, v               | will run 5             | 1/2" / 17 / 1                  | J55 / STC                 | casing to a                                      | pproximatel                | v 4300' and                       | cement it   | to surface                  |                          |   |                            |  |
| <sup>23</sup> I hereby cer          |                             |                        |                                |                           |  |                            |                                   |             |                             |                          |   |                            |  |
| best of my kn<br>constructed        | owledge an                  | nd belief.             | I further o                    | certify tha               | at the drill                                     | ing pit will l             | be                                | and here    | ULL                         | ONSERVAT                 | ION DIV                                   | ISION                      |  |
| an (attached                        |                             |                        |                                |                           | generai p  | er unt 🖂, o                | Appro                             | oved by:    |                             |                          |   |                            |  |
| Printed name                        | : Nancy T.                  | Bratcher               |                                |                           |  |                            | Title:                            |             |                             |                          | 2<br>301 fina :                           | WARNING .                  |  |
| Title: Land D                       |                             |                        |                                |                           |  |                            |                                   | oval Date:  | APR                         | 1 0 2005 E               | xpiration Date                            |                            |  |
| E-mail Addre                        |                             | h@marb                 | ob.com                         |                           |  |                            |                                   |             |                             | 1                        |   |                            |  |
| Date: 3/28/00                       |                             |                        |                                |                           |  |                            | Cond                              | itions of A | Approval A                  | ttached                  |   |                            |  |

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| <u>District I</u><br>1625 N. French Dr<br><u>District II</u><br>1301 W. Grand Av<br><u>District III</u><br>1000 Rio Brazos Ra<br><u>District IV</u> | enue, Artesia | a, NM 88210 | E                          | OIL C                  |                         | l Resources Depa<br>ION DIVISIO<br>Francis Dr. | <i>.</i>             | Submit to Appropri<br>State | Form C-102<br>October 12, 2005<br>ate District Office<br>e Lease - 4 Copies<br>e Lease - 3 Copies |
|---|---------------|-------------|----------------------------|------------------------|-------------------------|--|----------------------|-----------------------------|---|
| 1220 S. St. Francis Dr., Santa Fe, NM 87505   |               |             |                            |                        |                         |  |                      | 🗌 AMI                       | ENDED REPORT  |
|   |               | W           | ELL LC                     | OCATIO                 | N AND ACR               | EAGE DEDIC                                     | CATION PLA           | Т                           |   |
| 1   | API Number    | •           |                            | <sup>2</sup> Pool Code |                         |  | <sup>3</sup> Pool Na | me Hum                      | O Vieto   |
| 30-025-28530  |               | -           | 3356D Undesign             |                        |                         |  | nated                |                             |   |
| <sup>4</sup> Property (   | Code          |             |                            |                        | <sup>5</sup> Property I | Name   |                      | 6                           | Well Number   |
| 3557  | 4             |             |                            |                        | <b>Bell 17</b> S        | State  |                      |                             | 1   |
| <sup>7</sup> OGRID No.  |               |             | <sup>8</sup> Operator Name |                        |                         |  |                      | <sup>9</sup> Elevation      |   |
| 14049   | 14049         |             |                            | Mar                    | bob Energy              |  | 4240                 |                             |   |
|   |               |             |                            |                        | <sup>10</sup> Surface   | Location                                       |                      |                             |   |
| UL or lot no.   | Section       | Township    | Range                      | Lot Idn                | Feet from the           | North/South line                               | Feet from the        | East/West line              | County  |
| G   | 17            | 16S         | 33E                        |                        | 1980'                   | North  | 1980'                | East                        | Lea   |
|   |               | <u>ا</u> ا  | ПВС                        | ottom Ho               | le Location I           | f Different From                               | n Surface            |                             |   |
| UL or lot no.   | Section       | Township    | Range                      | Lot Idn                | Feet from the           | North/South line                               | Feet from the        | East/West line              | County  |

1.-

,

<sup>12</sup> Dedicated Acres <sup>13</sup> Joint or Infill <sup>14</sup> Consolidation Code

| 40              |                   |                    |   |  |  |
|-----------------|-------------------|--------------------|---|--|--|
| No allowable wi | II he assigned to | this completion up | til all interaste have been consolidate | d or a non-standard unit has been annrow |  |

<sup>15</sup> 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.

| <b>1</b> 2 |   |      |             | 17  |
|------------|---|------|-------------|---|
| 16         |   | 1    |             | <sup>17</sup> 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 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       |
|            |   |      | 1           | order heretofore entered by the division.                                   |
|            |   | 880  |             | Dancy Bratcher 3/28/06  |
| -          |   | 16   |             | Signature Date  |
|            |   |      |             |   |
|            | × | 1980 | <b>&gt;</b> | Nancy T. Bratcher   |
|            |   | 5    |             | Printed Name  |
|            |   |      |             |   |
|            |   | //   |             |   |
|            | , |      |             | <sup>18</sup> 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.                          |
|            |   |      |             |   |
|            | L |      |             | Date of Survey  |
|            |   |      |             | Signature and Seal of Professional Surveyor:                                |
|            |   |      |             |   |
|            |   |      |             |   |
|            |   |      |             |   |
|            |   |      |             |   |
|            |   |      |             |   |
|            |   |      |             | Certificate Number  |
| · · ·      |   |      |             |   |





NEW MELLIO DIL CONSERVATION COMMISSION

a server a

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|                              |                                       | Ali distances au                          |                                    | tories of the Section  |
|------------------------------|---------------------------------------|---|------------------------------------|--|
| Dolco                        |                                       |   | Bell 17                            |  |
|                              | 1.10 time<br>1.77                     | 16 South                                  | 33 Eos                             | t Lea  |
|                              | nuce there                            |   |                                    |  |
| 1980                         | Emeri de la trai                      | North an                                  | • md 1980                          | Teent broar true East Line to see the service  |
| 4240.3                       |                                       |   |                                    | <u></u>  |
| 1. Outline th                | ne avreage dediv                      | ated to the subje                         | ct well by chored p                | encil or hachure marks on the plat below.  |
|                              | han one lease o<br>nd rovalty)        | s craining to the                         | e well, outline each               | and identify the ownership thereof (both as to working   |
| 3. If more the<br>dated by a | an one lease of<br>communitization,   | different ownershi<br>anitization, force- | p is dedicated to the pooling etc? | well, have the interests of all owners been consoli-   |
| - Yes                        | S. So. If                             | answer is "ves!" t                        | ype of consolidation               |  |
| If unuser                    | in "nu" list the                      | where and tract                           | descriptions which                 | have actually been consolidated. (Use reverse side of  |
| this form i                  | if necessary)                         |   |                                    |  |
|                              |                                       |   |                                    | heen consolidated (by communitization, unitization)<br>ing such interests, has been approved by the Commis-  |
| nion.                        | blag, or otherwise                    |   | andari unit, eninat                | ing such interests, has been approved by the commis-   |
|                              |                                       |   |                                    | CERTIFICATION  |
|                              | i                                     |   |                                    |  |
|                              |                                       | i   | 1                                  | i hereby certily that the information con-   |
|                              | ,                                     |   |                                    | tained herein is true and complete to the<br>best of my knowledge and belief   |
|                              | ;                                     | ł   | 086                                | C.N. Gradom  |
|                              | }<br>                                 |   |                                    | l'ane  |
|                              | ·                                     | . //                                      | ///                                | C. H. Madsen   |
|                              | •                                     |   |                                    | Division Geologist   |
|                              | 3                                     |   | 15                                 | BO Dalco_Oil Company   |
|                              | 1                                     |   | $//\Lambda$                        | 1.996  |
|                              | · · · · · · · · · · · · · · · · · · · |   |                                    | June 30, 1975  |
|                              | 1                                     |   |                                    |  |
|                              |                                       |   | 1                                  |  |
|                              |                                       | 1   | i                                  |  |
|                              | NGINEER & LAN                         |   | l                                  | shown on this plat was platte; from the  |
|                              | HGINEER & LAN                         |   | <br> <br>                          | shown on this plat was plotte; from their<br>notes of actual surveys more by me th<br>under my supervision, and that the same  |
| Land Contraction             | HEINEER & LAN                         | SHALL                                     |                                    | shown on this plot was plotte; from the inners of actual surveys more by me to under my supervision, and that the same   |
| EG. PROF.                    | ENGINEER & LAND                       | SHRVEYOR                                  | <br> <br> <br> <br> <br> <br>      | shown on this plat was plotte; from their<br>notes of actual surveys more by me su<br>under my supervision, and that the same<br>is true and correct to the hest of th   |
| REG. PROF.                   |                                       | SIRVEYOR                                  |                                    | shown on this plat was plotte; from the r<br>notes of actual surveys node by me to<br>under my supervision, and that the same<br>is true and correct to the hear of my<br>knowledge and beliet   |
| REG. PROF.                   | Now MEXIC                             | SHAREYOR                                  |                                    | shown on this plat was plotted from them<br>notes of actual surveys made by me or<br>under my supervision and that the same<br>is true and correct to the hear of my<br>knowledge and beliet<br>Late Datasynt  |
| HEG. PROP.                   |                                       | SHRVEYOR                                  |                                    | shown on this plat was plotted from their<br>notes of actual surveys mode by me of<br>under my supervision and that the same<br>is true and correct to the hear of my<br>knowledge and beliet<br>Later Durveys<br>November 9, 1974<br>Himpletore contemport of the place |
| REG. PROP.                   | Now MEXIC                             | SHRVEYOR                                  |                                    | Late Sulveyor<br>November 9, 1974  |

|           | er of this message has requested a read receipt. <u>Click here</u><br>na, EMNRD |                            |
|-----------|---|----------------------------|
| From:     | Phillips, Dorothy, EMNRD  | Sent: Fri 4/7/2006 8:06 AM |
| To:       | Mull, Donna, EMNRD  |                            |
| Cc:       |   |                            |
| Subject:  | RE: Financial Assurance Requirement   |                            |
| Attachmen | ts:   |                            |

From: Mull, Donna, EMNRD
Sent: Friday, April 07, 2006 7:44 AM
To: Phillips, Dorothy, EMNRD
Cc: Macquesten, Gail, EMNRD; Sanchez, Daniel J., EMNRD
Subject: Financial Assurance Requirement

Dorothy,

Is the Financial Assurance Requirement for these Operators OK ?

EOG Resources Inc (7377) Pogo Producing Co (17891) Range Operating New Mexico Inc (227588) Harvard Petroleum Corp (10155) Yates Petroleum Corp (25575) Platinum Exploration Inc (227103) Marbob Energy Corp (14049) Chevron USA Inc (4323) Marathon Oil Co (14021) XTO Energy Inc (5380)

Please let me know. Donna