N.M. Oli Cons. DIV-Dist. b 1301 W. Grand Avenue Antesia, NM 88210

Form 3160-5

UNITED STATES

FORM APPROVED OMB No. 1004-0135 Expires January 31, 2004 (September 2001) DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** 5. Lease Serial No. SUNDRY NOTICES AND REPORTS ON WELLS NMNM108025 Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 6. If Indian, Allottee or Tribe Name SUBMIT IN TRIPLICATE - Other instructions on reverse side 7. If Unit or CA/Agreement, Name and/or No. JAN 0 4 2005 Type of Well Oil Well Gas Well Other 8. Well Name and No. DEC'ARTERIO Name of Operator DRY LAND SHINER FEDERAL #1 MARBOB ENERGY CORPORATION API Well No. 3a. Address 3b. Phone No. (include area code) 30-015-32815 PO BOX 227, ARTESIA, NM 88211-0227 (505) 748-3303 10. Field and Pool, or Exploratory Area Location of Well (Footage, Sec., T., R., M., or Survey Description) SPRINGS; UPPER PENN 11. County or Parish, State 940 FNL 660 FEL, SEC. 3-T21S-#25E, LOT 1 EDDY CO., NM. 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen ☐ Production (Start/Resume) ■ Water Shut-Off ■ Notice of Intent ☐ Alter Casing Fracture Treat Reclamation ☐ Well Integrity Other Casing Repair New Construction Recomplete Subsequent Report Change Plans Plug and Abandon Temporarily Abandon ☐ Final Abandonment Notice Convert to Injection ☐ Plug Back ■ Water Disposal Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) ADDED PAY IN THE UPPER PENN AS FOLLOWS: 12/21/04 - PERF @ 8116' - 8149' (38 SHOTS). ACCEPTED FOR RECORD 12/22/04 - ACDZ PERFS W/ 3500 GAL 20% NEFE HCL ACID. 12/27/04 - PUT WELL ON PUMP. ALEXIS C. SWOBODA PETROLEUM ENGINEER 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Title PRODUCTION ANALYST Signature Date **DECEMBER 29, 2004** THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Title Date Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.