Form 3160-5 (September 2001)

UNITED STATES DEPARTMENT OF THE INTERIOR

E LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form to proposals to drill or to re-enter an

FORM APPROVED OMB No 1004-0135 Expires January 31, 2004

FIELD MANAGER

JUN 1 5 2007

Date

5 Lease Serial No

LC-029395-A

abandoned well-Use Form 3160-3 (APD) for such proposals.						6 If Indian, Allottee or Tribe Name			
SUBMIT IN TR	IPLICATE - Other instr	uctions o	n reverse sic	de		7 If Unit of	r CA/.	Agreement, Name and/or No	
1 Type of Well Oil Well Gas Well Other 2. Name of Operator			JUN 20 2007				8 Well Name and No Tony Federal #30		
Marbob Energy Corporation			3b Phone No (include drea code)			9 API Well No			
3a Address			· · · · · · · · · · · · · · · · · · ·			30-015-35065 10 Field and Pool, or Exploratory Area			
P.O. Box 227, Artesia, NM 88211-0227			505-748-3303				Cedar Lake Yeso		
4 Location of Well (Footage, Sec, T, R, M, or Survey Description) SURF: 1850' FNL & 2360' FEL BHL: 2290' FNL & 340' FWL Section 19, T-17S R-31E							11 County or Parish, State Eddy County, New Mexico		
12. CHECK AP	PROPRIATE BOX(ES) TO	O INDICA	ΓE NATURE (OF	NOTICE, RE	PORT, OI	R OT	HER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION								
✓ Notice of Intent☐ Subsequent Report☐ Final Abandonment Notice	Casing Repair New		e Treat onstruction d Abandon	ruction Recomplete				Water Shut-Off Well Integrity Other Extension	
If the proposal is to deepen dire Attach the Bond under which the following completion of the inv	• /	lly, give subsivide the Bon i results in a r e filed only a	irface locations and No on file with nultiple completion feer all requirements.	nd m n BLI on or ents, i	easured and true M/BIA Required recompletion in including reclam	vertical dept d subsequent a new interv lation, have b	hs of a repor al, a F	all pertinent markers and zones ts shall be filed within 30 days form 3160-4 shall be filed once	
SEE ATT CONDIT	ACHED FOR IONS OF APPRO	VAL			A F	approvë ending_	D F(or <u>24</u> month period 30 - 2009	
14 1 hereby certify that the foregon	ng is true and correct		<u> </u>						
Name (PrintedlTyped)									
Nancy T. Agnew			Title Land D	Title Land Department					
Signature Dances T. amous			Date 5-18-0	Date 5-18-07					

OCD-ARTESIA

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

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

/s/ James Sto (Parled Typed)

Name

Office

Approved by (Signature)

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 legal RLSBAD FIELD OFFICE which would entitle the applicant to conduct operations thereon

CONDITIONS OF APPROVAL - DRILLING

Operator's Name: Marbob Energy Corporation

Well Name & No. 30-Tony Federal

Location: 1850' FNL, 2360' FEL, Sec. 19, T-17-S, R-31-E, Eddy County, NM

Lease: LC-029395-A

I. DRILLING OPERATIONS REQUIREMENTS:

A. The Bureau of Land Management (BLM) is to be notified a minimum of 4 hours in advance for a representative to witness:

- 1. Spudding well
- 2. Setting and/or Cementing of all casing strings.
- 3. BOPE tests
 - Eddy County call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (505) 361-2822
- B. Although Hydrogen Sulfide has not been reported in this section, it is always a potential hazard and has been reported in Sections 14, 17, 18. It is recommended that monitoring equipment be available prior to drilling into the Queen formation.
- C. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.

II. CASING:

- A. The 13-3/8 inch surface casing shall be set a minimum of 25 feet into the Rustler Anhydrite and above the salt at approximately 300 feet and cemented to the surface.
 - 1. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a measurement made to the top of the cement in the annulus. If the top of the cement is less than 100' from the surface, ready-mix (six sack rat hole mix) can be used to fill the annulus to surface. If it is more than 100', cementing is to be completed by one-inching. This measurement is to be recorded in the subsequent report for the surface casing.
 - 2. Wait on cement (WOC) time for a primary cement job will be a minimum of 18 hours for a water basin, or 500 pounds compression strength, whichever is greater. (This is to include the lead cement)
 - 3. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compression strength, whichever is greater.
 - 4. If cement falls back, remedial action will be done prior to drilling out that string.

- B. The minimum required fill of cement behind the <u>8-5/8</u> inch intermediate casing is cement shall circulate to surface.
 - 1. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with a surface log readout will be used or a cement bond log shall be run to verify the top of the cement.
 - 2. Wait on cement (WOC) time for a primary cement job will be a minimum of 18 hours for a water basin, or 500 pounds compression strength, whichever is greater. (This is to include the lead cement)
 - 3. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compression strength, whichever is greater.
 - 4. If cement falls back, remedial action will be done prior to drilling out that string.
- C. The minimum required fill of cement behind the <u>5-1/2</u> inch production casing is cement shall extend a minimum of 200' into the intermediate casing.
- **D.** If hardband drill pipe is rotated inside casing; returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool I joints of the drill pipe will be installed prior to continuing drilling operations.

III. PRESSURE CONTROL:

- A. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2.
- **B.** Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **2000 (2M)** PSI.
- C. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the <u>8-5/8</u> intermediate casing shoe shall be **2000 (2M)** PSI.
- **D.** The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - 1. The tests shall be done by an independent service company.
 - 2. The results of the test shall be reported to the appropriate BLM office.
 - 3. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
 - 4. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi in accordance with API RP 53 Sec. 17. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug.

Engineer on call phone (after hours): 505-706-2779