

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTOCD
ArtesiaFORM APPROVED
OMB NO 1004-0135
Expires July 31, 2010**SUNDRY NOTICES AND REPORTS ON WELLS**
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

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SUBMIT IN TRIPLICATE - Other instructions on reverse side.

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| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Serial No NMNM67979 |
| 2. Name of Operator MARBOB ENERGY CORPORATION | | 6. If Indian, Allottee or Tribe Name |
| Contact: DEBBIE WILBOURN E-Mail: geology@marbob.com | | 7. If Unit or CA/Agreement, Name and/or No |
| 3a. Address P O BOX 227 ARTESIA, NM 88211-0227 | 3b. Phone No. (include area code) Ph: 505.748.3303 | 8. Well Name and No. BLACK VELVET FEDERAL 1H |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 26 T22S R28E SESW 430FSL 1650FWL | | 9. API Well No. 30-015-35710-00-X1 |
| AUG - 8 2008 OCD-ARTESIA | | 10. Field and Pool, or Exploratory HERRADURA BEND |
| | | 11. County or Parish, and State EDDY COUNTY, NM |

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|---|---|---|--|---|
| <input type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other Drilling Operations |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

13. 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 recompleat 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 recompleat 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.)

08/01/08 @2:00 PM, DRLD 12 1/4" HOLE TO 2576'. RAN 61 JTS (2565.68') 9 5/8" 36# J-55 8RD CSG TO 2569.20'. CMTD W/600 SX HLP, TAILED IN W/250 SX P+, PD @5:45 PM ON 08/01/08, CIRC 80 SX TO BINS. WOC 18 HRS, TSTD CSG TO 2000# F/30 MIN - HELD OK.

ACCEPTED FOR RECORD

AUG 8 2008

Gerry Guye, Deputy Field Inspector
NMOCD-District II ARTESIA

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|---|---------------------------------|
| 14. I hereby certify that the foregoing is true and correct Electronic Submission #61971 verified by the BLM Well Information System For MARBOB ENERGY CORPORATION, sent to the Carlsbad Committed to AFMSS for processing by KURT SIMMONS on 08/05/2008 (08KMS2364SE) | |
| Name (Printed/Typed) DEBBIE WILBOURN | Title AUTHORIZED REPRESENTATIVE |
| Signature (Electronic Submission) | Date 08/04/2008 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|--|---|-----------------|
| Approved By ACCEPTED | WESLEY INGRAM Title PETROLEUM ENGINEER | Date 08/06/2008 |
| 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 | | Office Carlsbad |

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

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **