

District I  
1625 N. French Dr., Hobbs, NM 88240  
Phone:(505) 393-6161 Fax:(505) 393-0720  
District II  
1301 W. Grand Ave., Artesia, NM 88210  
Phone:(505) 748-1283 Fax:(505) 748-9720  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
Phone:(505) 334-6178 Fax:(505) 334-6170  
District IV  
1220 S. St Francis Dr., Santa Fe, NM 87505  
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico  
Energy, Minerals and Natural Resources  
Oil Conservation Division  
1220 S. St Francis Dr.  
Santa Fe, NM 87505

Form C-103  
Permit 79002

|                                                                                                                                                                                                                                                                                                                                         |  |                                                                   |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|-------------------------------------------------------------------|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)                                                                                                                                  |  | 7. Lease Name or Unit Agreement Name<br>COMMODE HUGGER FEE<br>COM |
| 1. Type of Well:G                                                                                                                                                                                                                                                                                                                       |  | 8. Well Number<br>002                                             |
| 2. Name of Operator<br>MARBOB ENERGY CORP                                                                                                                                                                                                                                                                                               |  | 9. OGRID Number<br>14049                                          |
| 3. Address of Operator<br>PO Box 227, Artesia, NM 88211                                                                                                                                                                                                                                                                                 |  | 10. Pool name or Wildcat                                          |
| 4. Well Location<br>Unit Letter C : 990 feet from the N line and 1980 feet from the W line<br>Section 14 Township 22S Range 26E NMPM Eddy County                                                                                                                                                                                        |  |                                                                   |
| 11. Elevation (Show whether DR, KB, BT, GR, etc.)<br>3197 GR                                                                                                                                                                                                                                                                            |  |                                                                   |
| Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/><br>Pit Type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____<br>Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____ |  |                                                                   |

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
TEMPORARILY ABANDON ☐ CHANGE OF PLANS ☐  
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐  
Other:

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTER CASING ☐  
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDON ☐  
CASING/CEMENT JOB ☐  
Other: **Drilling/Cement** ☒

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work.) SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.  
TD WELL @10:30 PM ON 07/07/08. DRLD 6 1/8" HOLE TO 11770'. RAN 296 JTS (11773.22') 4 1/2" 11.6# P-110 LTC CSG TO 11769'. CMTD W/325 SX SUPER H, DNC. RAN TEMP SURVEY - TOC @7800'. WOC 18 HRS, TSTD CSG WINDEPENDENT TSTRS TO 2000# F/30 MIN - HELD OK. 5/28/2008 Spudded well.

Casing and Cement Program

| Date     | String | Fluid Type | Hole Size | Csg Size | Weight lb/ft | Grade | Est TOC | Dpth Set | Sacks | Yield | Class      | 1" Dpth | Pres Held | Pres Drop | Open Hole |
|----------|--------|------------|-----------|----------|--------------|-------|---------|----------|-------|-------|------------|---------|-----------|-----------|-----------|
| 05/31/08 | Surf   |            | 26        | 20       | 94           | K55   | 0       | 310      | 750   |       | P+         |         | 600       | 0         |           |
| 06/06/08 | Int1   |            | 12.25     | 9.625    | 36           | J55   | 0       | 1988     | 900   |       | HLPP, P+   |         | 1500      | 0         |           |
| 06/06/08 | Int1   |            | 12.25     | 9.625    | 36           | J55   | 0       | 1988     | 350   |       | HLPP, P+   |         | 1500      | 0         |           |
| 06/22/08 | Int2   |            | 8.75      | 7        | 23           | N80   | 0       | 8898     | 550   |       | HPL, PB SU |         | 1500      | 0         |           |
| 06/22/08 | Int2   |            | 8.75      | 7        | 23           | N80   | 75      | 8898     | 550   |       | P+         |         | 1500      | 0         |           |
| 07/09/08 | Prod   |            | 6.125     | 4.5      | 11.6         | P110  | 7800    | 11769    | 325   |       | SUPER H    |         | 2000      | 0         |           |

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐ , a general permit ☐ or an (attached) alternative OCD-approved plan ☐ .

SIGNATURE Electronically Signed

TITLE Production Analyst

DATE 7/16/2008

Type or print name Diana Briggs

E-mail address production@marbob.com

Telephone No. 505-748-3303

For State Use Only:

APPROVED BY: Tim Gum

TITLE District Supervisor

DATE 7/21/2008 3:38:00 PM