

1. Operator Name and Address MARBOB ENERGY CORP PO BOX 227 ARTESIA , NM 882110227		2. OGRID Number 14049
		3. API Number 30-015-38061
4. Property Code 38245	5. Property Name BIG OIL FEE COM	6. Well No. 002H

UL - Lot A	Section 6	Township 24S	Range 29E	Lot Idn 1	Feet From 660	N/S Line N	Feet From 330	E/W Line E	County EDDY
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PIERCE CROSSING BONE SPRING.NORTH	96448
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9. Work Type New Well	10. Well Type OIL	11. Cable/Rotary	12. Lease Type Private	13. Ground Level Elevation 2950
14. Multiple N	15. Proposed Depth 12000	16. Formation Bone Spring	17. Contractor	18. Spud Date 8/16/2010
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water
Pit: Liner: Synthetic <input type="checkbox"/> mls thick      Clay <input type="checkbox"/> Pit Volume:      bbls      Drilling Method:				
Closed Loop System <input type="checkbox"/> Fresh Water <input checked="" type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/>				

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	350	350	0
Int1	12.25	9.625	36	2700	550	0
Prod	7.875	5.5	17	12000	1100	2700

Propose to drill 17 1/2" hole to 350' with fresh water, run 13 3/8 48# H40 casing and cement to surface. Drill 12 1/4" hole to 2700' with brine water, run 9 5/8" 36# J55 and cement to surface. Drill 7 7/8" hole to new BHL with cut brine at a TVD of 7550', run 5 1/2 17# N80 casing and cement to 2700'.

Type	Working Pressure	Test Pressure	Manufacturer
DoubleRam	3000	3000	Cameron

Conditions of Approval Attached

**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-102  
 Permit 117565

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

1. API Number 30-015-38061	2. Pool Code 96448	3. Pool Name PIERCE CROSSING BONE SPRING,NORTH
4. Property Code 38245	5. Property Name BIG OIL FEE COM	6. Well No. 002H
7. OGRID No. 14049	8. Operator Name MARBOB ENERGY CORP	9. Elevation 2950

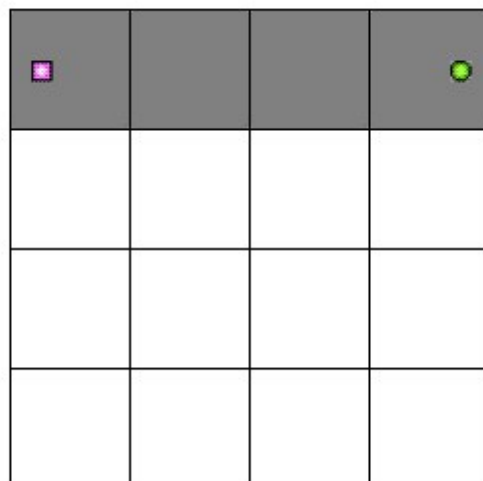
**10. Surface Location**

UL - Lot A	Section 6	Township 24S	Range 29E	Lot Idn	Feet From 660	N/S Line N	Feet From 330	E/W Line E	County EDDY
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**11. Bottom Hole Location If Different From Surface**

UL - Lot D	Section 6	Township 24S	Range 29E	Lot Idn 4	Feet From 660	N/S Line N	Feet From 330	E/W Line W	County EDDY
12. Dedicated Acres 159.55		13. Joint or Infill		14. Consolidation Code		15. 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**



**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(s) 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 order heretofore entered by the division.*

E-Signed By: Diana Briggs  
 Title: Production Manager  
 Date: 7/16/2010

**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.*

Surveyed By: Ronald Eidson  
 Date of Survey: 6/12/2010  
 Certificate Number: 3239

## Permit Comments

**Operator:** MARBOB ENERGY CORP , 14049

**Well:** BIG OIL FEE COM #002H

**API:** 30-015-38061

Created By	Comment	Comment Date
MARBOB4	Marbob Energy has conducted a review to determine if an H2S contingency plan is required for the above referenced well. We were able to conclude that any potential hazardous volume would be minimal. H2S concentrations of wells in this area from surface to TD are low enough; therefore we do not believe that an H2S Contingency Plan would be necessary.	7/16/2010

# Permit Conditions of Approval

**Operator:** MARBOB ENERGY CORP , 14049

**Well:** BIG OIL FEE COM #002H

**API:** 30-015-38061

OCD Reviewer	Condition
Artesia	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string