

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Oil Cons. N.M. Div-Dist. 2
1301 W. Grand Avenue
Artesia, NM 88210

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

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.

Case Serial No. NM92177
6. If Indian, Allottee or Tribe Name
7. If Unit or CA/Agreement, Name and/or No.
8. Well Name and No. JR'S HORZ FEDERAL #2
9. API Well No. 30-015-33417
10. Field and Pool, or Exploratory Area BRUSHY DRAW DELAWARE
11. County or Parish, State EDDY COUNTY, NM

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
 Oil Well Gas Well Other
2. Name of Operator
MARBOB ENERGY CORPORATION
- 3a. Address
P O BOX 227, ARTESIA, NM 88211
- 3b. Phone No. (include area code)
505-748-3303
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
330 FNL 2310 FWL, NE/4NW/4, SEC. 10-T26S-R29E (SL)
2310 FNL 2210 FWL, SE/4NW/4, SEC. 10-T26S-R29E (BHL)

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 DRLG OPERATIONS
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	CSG/CMT
	<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 recomplate 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.)

SPUD WELL @4:15 PM ON 06/22/04. DRLD 12 1/4" HOLE TO 725' @8:00 AM ON 06/23/04. RAN 18 JTS (708') 9 5/8" 36# J-55 CSG TO 721'. CMTD W/550 SX P+, PD @12:30 PM ON 06/23/04, CIRC 122 SX TO PIT. WOC 18 HRS, TSTD CSG TO 600# FOR 20 MIN - HELD OK.

TD WELL @8:15 AM ON 07/05/04, DRLD 7 7/8" HOLE TO 6899', RAN 156 JTS (6859.21') 5 1/2" 17# J-55 & L-80 CSG TO 6885'. CMTD 1ST STG W/350 SX ACID SOLUBLE CMT, PD @8:45 AM ON 07/06/04, DID NOT CIRC. CMTD 2ND STG W/1400 SX H/L, TAILED IN W/100 SX P+, PD @3:15 PM ON 07/06/04, DID NOT CIRC. RAN TEMP SURVEY - TOC @2950'. WOC 18 HRS., TSTD CSG TO 1500# FOR 30 MIN.

ACCEPTED FOR RECORD
JUL 12 2004
LES BABYAK
PETROLEUM ENGINEER

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

DEBORA L. WILBOURN

Title GEOTECH

Signature

Debora L. Wilbourn

Date 07/08/04

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.

Office

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.

(Instructions on reverse)

***** CHART SCANNER WELL TEST DATA *****

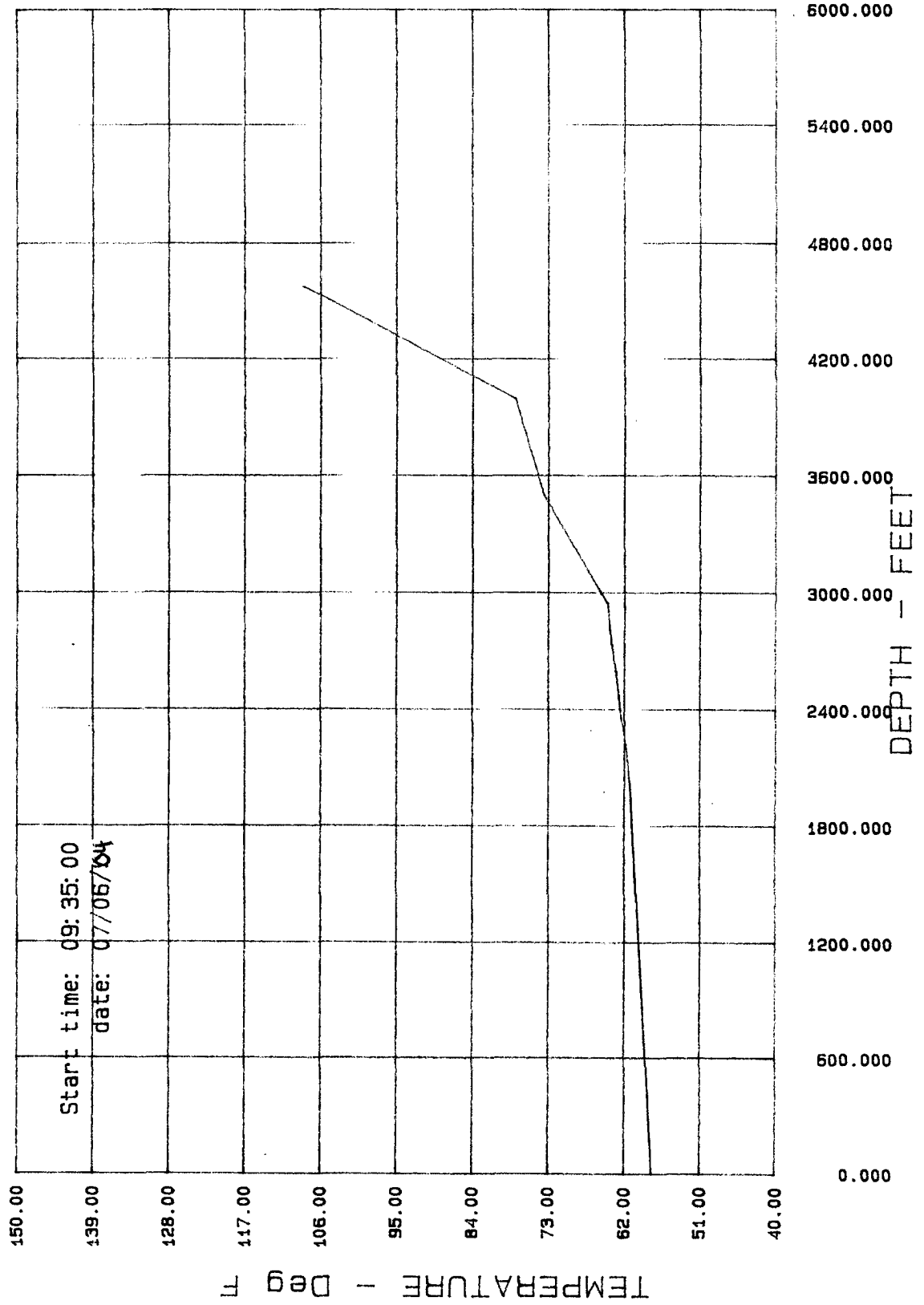
COMPANY: MARBOB ENERGY
CLIENT: GRAG HUBER
GAUGE NUMBER: 576
WELL NAME: JR HORZE FED COM
WELL NUMBER: #2
TEST NUMBER: 1
LOCATION:
TEST OPERATOR: JULAN GAJARDO/ KELTIC SERVICES
COMMENTS: CEMENT TOP AT 2950 FT

RECEIVED

JUL 16 2004

OCB-ARTESIA

COMPANY: MARBOB ENERGY
 CLIENT: GRAG HUBER
 GAUGE NUMBER: 576
 WELL NAME: JR HORZE FED COM
 WELL NUMBER: #2
 TEST NUMBER: 1
 LOCATION: JULAN GAJARDO / PETROTEC SERVICES
 COMMENTS: CEMENT TOP AT 2950 FT



DATE: 07/06/04

GAUGE S/N: 576

REAL TIME	DELTA TIME HRS	TEMPERATURE Deg F	DEPTH FEET	FLOW RATE BBLs/DAY	COMMENTS
09:35:00	0.000	58.00	0.00		
09:45:07	0.169	61.20	2000.00		
09:49:21	0.239	61.78	2200.00		
09:53:03	0.301	62.60	2400.00		
09:57:06	0.368	63.22	2600.00		
10:00:44	0.429	64.06	2800.00		
10:03:00	0.467	64.48	2950.00		CEMENT TOP
10:03:29	0.475	65.36	3000.00		
10:04:52	0.498	73.62	3500.00		
10:08:10	0.553	77.88	4000.00		
10:11:51	0.614	108.37	4577.00		TAG TD